



March 13, 2023

BILL EXPLANATION FOR SUB. FOR SENATE BILL NO. 155

Sub. for SB 155, as recommended by the Senate Committee on Ways and Means, contains FY 2023 supplemental funding, FY 2024 funding for most state agencies, and FY 2025 capital improvement expenditures for certain state agencies. An overview of the Governor’s amended budget recommendations for FY 2023 through FY 2024 and the Senate Committee’s adjustments to the Governor’s amended recommendations are reflected below. The bill also contains some FY 2025 appropriations for the Kansas Department of Education and the Kansas Board of Regents.

SENATE WAYS AND MEANS RECOMMENDED EXPENDITURES FROM ALL FUNDS BY MAJOR PURPOSE (Dollars in Millions)

	Actual	Sen. Rec.	Change		Sen. Rec.	Change	
	FY 2022	FY 2023	\$	%	FY 2024	\$	%
State Operations	\$ 6,804.4	\$ 6,854.5	\$ 50.1	0.7 %	\$ 6,583.1	\$ (271.4)	(4.0) %
Aid to Local Units	7,084.5	7,595.6	511.1	7.2	7,367.5	(228.1)	(3.0)
Other Assistance	6,682.6	7,663.2	980.6	14.7	7,436.1	(227.2)	(3.0)
<i>Subtotal - Operations</i>	<i>\$ 20,571.5</i>	<i>\$ 22,113.4</i>	<i>\$ 1,541.9</i>	<i>7.5 %</i>	<i>\$ 21,386.7</i>	<i>\$ (726.6)</i>	<i>(3.3) %</i>
Capital Improvements	1,956.9	2,570.5	613.6	31.4	1,814.7	(755.8)	(29.4)
TOTAL	\$ 22,528.5	\$ 24,683.9	\$ 2,155.4	9.6 %	\$ 23,201.5	\$ (1,482.4)	(6.0) %

Note: Totals may not add due to rounding.

SENATE WAYS AND MEANS RECOMMENDED EXPENDITURES FROM STATE GENERAL FUND BY MAJOR PURPOSE (Dollars in Millions)

	Actual	Sen. Rec.	Change		Sen. Rec.	Change	
	FY 2022	FY 2023	\$	%	FY 2024	\$	%
State Operations	\$ 1,882.3	\$ 2,156.1	\$ 273.8	14.5 %	\$ 2,035.2	\$ (120.9)	(5.6) %
Aid to Local Units	4,411.7	4,805.5	393.8	8.9	5,034.4	228.9	4.8
Other Assistance	1,482.0	2,028.6	546.6	36.9	2,229.5	200.8	9.9
<i>Subtotal - Operations</i>	<i>\$ 7,776.0</i>	<i>\$ 8,990.2</i>	<i>\$ 1,214.2</i>	<i>15.6 %</i>	<i>\$ 9,299.1</i>	<i>\$ 308.8</i>	<i>3.4 %</i>
Capital Improvements	419.9	249.3	(170.6)	(40.6)	121.5	(127.8)	(51.3)
TOTAL	\$ 8,195.9	\$ 9,239.5	\$ 1,043.6	12.7 %	\$ 9,420.6	\$ 181.1	2.0 %

Note: Totals may not add due to rounding.

Summary of Changes to Estimated FY 2023 Expenditures

The Governor's recommendation is an all funds increase of \$1.4 billion, or 5.8 percent, and an SGF decrease of \$249.7 million, or 2.6 percent, from the FY 2023 approved budget. The increase is primarily attributable to:

- Add \$53.0 million SGF to retire water storage contracts in the Kansas Water Office;
- Add \$20.5 million SGF to modernize the Kansas Department of Labor Unemployment system;
- Add \$1.3 million SGF to adopt the Board of Indigents' Defense Services revised assigned counsel caseloads estimate;
- Delete \$198.2 million SGF to implement revised human services caseloads estimates; and
- Delete \$65.5 million SGF to implement revised K-12 education school finance estimates.

In addition to the SGF expenditure adjustments described above, the recommendation makes several SGF revenue adjustments to FY 2023, including:

- Transfer \$500.0 million from the SGF to the Budget Stabilization Fund. This transfer would result in a balance in the Budget Stabilization Fund of approximately \$1.5 billion.
- Transfer \$220.0 million to an infrastructure leveraging fund to assist local governments in matching federal funds;
- Transfer \$50.0 million from the SGF to a state agency federal grants matching fund to assist agencies in meeting federal match requirements.

Summary of Adjustments to the FY 2024 Budget

State Operations—Agency operating costs for salaries and wages, contractual services, commodities, debt service interest, and capital outlay. The Governor's FY 2024 recommendation for state operations is \$6.9 billion, which is a decrease of \$44.8 million, or 0.6 percent, below the Governor's FY 2023 recommendation.

The decrease is primarily attributable to the Department for Children and Families exhaustion of pandemic assistance for child care and other programs (\$143.3 million) and decreases in Kansas Department of Labor unemployment operations and modernization (\$46.8 million), Kansas Water Office early retirement of water storage debt (\$57.1 million), and Kansas Department of Health and Environment (KDHE) Health pandemic child care development block grant enhancements (\$26.4 million).

The decreases are partially offset by a 5.0 percent increase to state employee pay (\$169.5 million) and increases in Kansas Lottery sports betting and revised expanded lottery estimates (\$39.9 million), Judicial Branch enhancements (\$22.1 million), and increases to the Board of Regents and Institutions (\$14.8 million).

Local Units of Government—Aid payments to counties, cities, school districts, and other local government entities; may be from state or federal funds. The Governor's FY 2024 recommendation for aid to local units of government is \$7.5 billion, which is a decrease

of \$139.2 million, or 1.8 percent, below the Governor's FY 2023 recommendation. The reduction is primarily attributable to \$240.8 million in the Office of the Governor for matching grants.

The increase is partially offset by the addition of \$83.2 million for the Kansas State Department of Education for the revised education school finance estimate, and \$15.4 million in the Office of the State Treasurer for acceleration of the Food Sales Tax exemption and the addition of funding for the STAR Bond food sales tax reimbursement fund.

Other Assistance, Grants, and Benefits—Payments made to or on behalf of individuals as aid, including public assistance benefits, unemployment benefits, and tuition grants. The Governor's FY 2024 recommendation for other assistance, grants, and benefits is \$8.0 billion, which is an increase of \$381.2 million, or 5.0 percent, above the Governor's FY 2023 recommendation.

The increase is predominantly reflected in the State Hospitals, Kansas Department for Aging and Disability Services, and KDHE-Health due to the expiration of the enhanced federal medical assistance percentage (FMAP) match and revised human services caseloads estimate (\$570.3 million).

The increase is partially offset by decreases in the Office of the Governor (\$164.2 million) in matching funds, the Department of Commerce (\$52.7 million) for a variety of housing and small business tax credit initiative one-time expenditures, Department of Transportation assistance (\$25.3 million), and the Office of the Attorney General for the opioid settlement distributions (\$19.6 million).

Capital Improvements—Cash or debt service payments for projects involving new construction, remodeling and additions, rehabilitation and repair, razing, and the principal portion of debt service for a capital expenditure. The Governor's FY 2024 recommendation for capital improvements is \$1.8 billion, which is a decrease of \$754.7 million, or 29.8 percent, below the Governor's FY 2023 recommendation. The decrease is primarily attributable to accelerated debt retirement in FY 2023.

SENATE COMMITTEE ON WAYS AND MEANS ADJUSTMENTS

FY 2023 Senate Committee on Ways and Means Recommendations:

The Senate Committee on Ways and Means recommends expenditures of \$24.7 billion, including \$9.2 billion SGF, in FY 2023. The recommendation is an all funds decrease of \$606,250, or less than 0.1 percent, and an SGF decrease of \$584,242, or less than 0.1 percent, below the Governor's FY 2023 recommendation, and is primarily due to the following:

- Delete \$53.0 million SGF to not adopt the Governor's recommendation to pay off water storage debt associated with the Milford and Perry Lake reservoirs in FY 2023. \$52.0 million was added to the Office of the State Treasurer for investment.
- The recommendation also includes the following revenue adjustments:

- Delete the transfer of \$50.0 million from the SGF to the Office of the Governor in FY 2023 for state match for agencies applying for federal grant programs.
- Delete the transfer of \$220.0 million from the SGF to the Office of the Governor for communities to use as state match when accessing federal Bipartisan Infrastructure Law funding.
- Delete the transfer of \$500.0 million from the SGF to the Budget Stabilization Fund in FY 2023.

FY 2024 Senate Committee on Ways and Means Recommendations:

The Senate Committee on Ways and Means recommends expenditures of \$23.2 billion, including \$9.4 billion SGF, for FY 2024. The recommendation is an all funds increase of \$925.5 million, or 3.8 percent, and an SGF decrease of \$70.7 million, or 0.7 percent, below the Governor's FY 2024 recommendation, and is primarily due to the following adjustments:

- **Attorney General.** Add \$650,296 SGF and delete the same amount from special revenue funds for FY 2024 to restore a 10.0 percent SGF reduction implemented in FY 2020 as part of a reduced resources budget.
- **Judicial Branch.** Delete \$16.3 million SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.
- **Department of Commerce.** Delete \$3.6 million in EDIF enhancements for the International Division, Early Childhood and Care Initiative, Kansas Creative Arts Commission, Salesforce Data, Research Division, and a Murals and Public Arts Initiative.
- **KDHE–Health.** Add \$659.1 million, including the addition of \$76.4 million SGF, for:
 - Delete \$671.4 million, including the addition of \$71.5 million SGF, to remove funding for Medicaid Expansion for FY 2024. The all funds deletion includes \$703.4 million from federal funds and \$39.4 million from special revenue funds.
 - Add \$6.6 million, including \$2.6 million SGF, to increase the Medicaid physician fee schedule by 3.0 percent for FY 2024.
 - Add \$4.3 million, including \$1.7 SGF, to increase emergency medical service ground ambulance rates to 75.0 percent of the Medicare rate and increase air ambulance rates to 100.0 percent of the Medicare rate for FY 2024.
 - Add \$1.2 million, including \$482,880 SGF, to extend Medicaid adult dental coverage to include dentures and partials for FY 2024.
- **Kansas Department for Aging and Disability Services.** Add \$19.7 million, including \$10.0 million SGF, for:

- Add \$6.5 million, including \$2.6 million SGF, to provide a 5.0 percent increase to the reimbursement rate for providers of HCBS Frail Elderly waiver services for FY 2024.
- Add \$2.7 million, including \$1.1 million SGF, to increase the targeted case management reimbursement rate to \$62.00 per hour for FY 2024.
- Add \$3.0 million, including \$1.3 million SGF, and add language to increase PACE reimbursement rates by 5.0 percent for FY 2024.
- **Board of Regents.** Add language prohibiting postsecondary educational institutions from expending funds to require an applicant, employee, student, or contractor to endorse an ideology, including those of diversity, equity, or inclusion, or to provide statements concerning commitment to such ideologies, for FY 2024.
- **Department of Education.**
 - Delete \$72.4 million SGF for Special Education State Aid for FY 2024 and review at Omnibus.
 - Delete \$1.9 million SGF for the enhancement to the Professional Development program for FY 2024 leaving \$1.8 million in the program.
 - Delete 3.0 million SGF for the enhancement in the Mental Health Intervention Team Pilot program for FY 2024 leaving \$10.5 million in the program.
 - Delete \$1.0 million SGF for the enhancement to the Mentor Teacher program for FY 2024 leaving \$1.3 million in the program.
 - Delete \$1.0 million SGF for the enhancement to the Safe and Secure School grant for FY 2024 leaving \$4.0 million in the program.
- **Department for Wildlife and Parks.** Delete \$2.5 million, all from special revenue funds, to not adopt the Governor's recommendation allowing KDWP law enforcement officers to join the Kansas Police and Firemen's retirement system for FY 2024 and review at omnibus.
- **Kansas Department of Transportation.** Add \$4.2 million from the Special City and County Highway Fund, and transfer the same amount from the SGF to the fund, for formula aid to local governments for FY 2024.
- **State Employee Pay.** Delete \$169.5 million, including \$65.5 million SGF, to not implement a statewide 5.0 percent salary increase among state employees for FY 2024 and review at Omnibus.

COMPARISON OF FY 2022 - FY 2024 RECOMMENDED EXPENDITURES
Senate Ways and Means Profile
As of Monday, March 13, 2023

FY 2023:	<u>State General Fund</u>	<u>All Funds</u>	<u>FTE Positions</u>
Governor's Recommendation	\$ 9,240,103,507	\$ 24,684,484,851	44,272.8
SWAM Rec. FY 2023 Budget	9,239,519,265	24,683,878,601	44,272.8
<i>Difference From Governor's Recommendation</i>	<u>\$ (584,242)</u>	<u>\$ (606,250)</u>	<u>0.0</u>
FY 2024:	<u>State General Fund</u>	<u>All Funds</u>	<u>FTE Positions</u>
Governor's Recommendation	\$ 9,491,277,660	\$ 24,127,003,783	44,372.0
SWAM Rec. FY 2024 Budget	9,420,576,479	23,201,455,443	44,365.5
<i>Difference From Governor's Recommendation</i>	<u>\$ (70,701,181)</u>	<u>\$ (925,548,340)</u>	<u>(6.5)</u>
Two -Year Change from Gov. Rec.	\$ (71,285,423)	\$ (926,154,590)	

STATE GENERAL FUND RECEIPTS, EXPENDITURES, AND BALANCES
Senate Ways and Means Profile
As of Monday, March 13, 2023

	<u>Actual FY 2022</u>	<u>SWAM Rec. FY 2023</u>	<u>SWAM Rec. FY 2024</u>
Beginning Balance	\$ 2,094.8	\$ 1,834.5	\$ 2,296.2
Receipts (November 2022 Consensus)	7,935.9	9,701.2	10,124.4
Governor's Revenue Adjustments	-	(770.0)	183.0
Legislative Tax Adjustments	-	-	(591.6)
Legislative Receipt Adjustments	-	770.0	10.2
Adjusted Receipts	<u>7,935.9</u>	<u>9,701.2</u>	<u>9,726.0</u>
Total Available	\$ <u>10,030.7</u>	\$ <u>11,535.7</u>	\$ <u>12,022.2</u>
Less Expenditures	<u>8,196.2</u>	<u>9,239.5</u>	<u>9,420.6</u>
Ending Balance	<u>\$ 1,834.5</u>	<u>\$ 2,296.2</u>	<u>\$ 2,601.6</u>
Ending Balance as a Percent of Expenditures	22.4%	24.9%	27.6%

**State General Fund Revenue Adjustments
Senate Ways and Means Committee
As of Monday, March 13, 2023**

Transfers

FY 2023:		
Budget Stabilization Fund	\$	500,000,000
Infrastructure Leveraging Fund		220,000,000
State Match Fund		50,000,000
Total FY 2023	\$	770,000,000

FY 2024:		
Clubhouse Lottery Transfer	\$	(1,000,000)
Special City County Highway Fund		(4,226,614)
STAR Bond Food Sales Tax Transfer		15,400,000
Total FY 2024	\$	10,173,386

Legislative Tax Adjustments

FY 2024:		
SB 33 SenateTax (exempt SS, retirement income, standard deduction etc.)	\$	(280,200,000)
SB 169 SenateTax (4.75 percent single rate)		(170,400,000)
SB 248 SenateTax (exempt all food sales tax)		(115,500,000)
SB 96 SenateTax (pregnancy center tax credit)		(10,000,000)
SB 83 Low Income Student Scholarship		(3,500,000)
SB 91 Film Incentives		(12,000,000)
Total FY 2024	\$	(591,600,000)

Total FY 2023 through FY 2024	\$	<u>188,573,386</u>
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Senate 2023 Appropriations Bills: Sub. for SB 155
(Reflects Senate Committee Adjustments for FY 2023, FY 2024, FY 2025, and FY 2026)

Agency/Item	State General Fund	All Other Funds	All Funds	FTEs
FY 2023				
<u>Office of the Governor</u>				
1. Delete the transfer of \$50.0 million from the SGF to the Office of the Governor in FY 2023 for state match for agencies applying for federal grant programs.	0	0	0	0.0
2. Delete the transfer of \$220.0 million from the SGF to the Office of the Governor for communities to use as state match when accessing federal Bipartisan Infrastructure Law funding.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>State Treasurer</u>				
1. Add \$52.0 million SGF to a new investment fund for water storage debt payments associated with Milford and Perry reservoirs in FY 2023.	52,000,000	0	52,000,000	0.0
<i>Agency Subtotal</i>	<i>\$52,000,000</i>	<i>\$0</i>	<i>\$52,000,000</i>	<i>0.0</i>
<u>Department of Administration</u>				
1. Delete the transfer of \$500.0 million from the SGF to the Budget Stabilization Fund in FY 2023.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Commission on Veterans Affairs Office</u>				
1. Add \$150,000 SGF for the Veterans Claims Assistance Program in FY 2023.	150,000	0	150,000	0.0
<i>Agency Subtotal</i>	<i>\$150,000</i>	<i>\$0</i>	<i>\$150,000</i>	<i>0.0</i>
<u>Kansas Commission on Peace Officers' Standards and Training (KCPOST)</u>				
1. Delete \$22,008, all from special revenue funds, for a salaries and wages increase in FY 2023 and review at Omnibus.	0	(22,008)	(22,008)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$22,008)</i>	<i>(\$22,008)</i>	<i>0.0</i>
<u>Department of Agriculture</u>				
1. Add \$200,000 SGF for the Soil Health Initiative in FY 2023.	200,000	0	200,000	0.0
2. Add \$65,758 SGF for the Water Resource Cost Share Program for FY 2023.	65,758	0	65,758	0.0
<i>Agency Subtotal</i>	<i>\$265,758</i>	<i>\$0</i>	<i>\$265,758</i>	<i>0.0</i>
<u>Kansas Water Office</u>				
1. Delete \$53.0 million SGF to not adopt the Governor's recommendation to pay off water storage debt associated with the Milford and Perry reservoirs in FY 2023.	(53,000,000)	0	(53,000,000)	0.0
<i>Agency Subtotal</i>	<i>(\$53,000,000)</i>	<i>\$0</i>	<i>(\$53,000,000)</i>	<i>0.0</i>
TOTAL	(\$584,242)	(\$22,008)	(\$606,250)	0.0
FY 2024				
<u>State Bank Commissioner</u>				
1. Add \$12,420, all from special revenue funds, for a board member per diem rate increase and add language directing that this funding only be used if there is a change to the statutory limit for board member per diem for FY 2024.	0	12,420	12,420	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$12,420</i>	<i>\$12,420</i>	<i>0.0</i>
<u>Board of Barbering</u>				
1. Add language authorizing the agency to increase the examination fee for the practice of barbering from \$100 to \$150 for FY 2024.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Governmental Ethics Commission</u>				
1. Delete \$38,898 SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.	(38,898)	0	(38,898)	0.0
<i>Agency Subtotal</i>	<i>(\$38,898)</i>	<i>\$0</i>	<i>(\$38,898)</i>	<i>0.0</i>
<u>Office of the Governor</u>				
1. Delete \$113,155 SGF and 2.0 FTE positions in the Commissions on Disabilities and Minority Affairs Program for FY 2024.	(113,155)	0	(113,155)	(2.0)
<i>Agency Subtotal</i>	<i>(\$113,155)</i>	<i>\$0</i>	<i>(\$113,155)</i>	<i>(2.0)</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Attorney General</u>				
1. Add \$650,296 SGF and delete the same amount from special revenue funds for FY 2024 to restore a 10.0 percent SGF reduction implemented in FY 2020 as part of a reduced resources budget.	650,296	(650,296)	0	0.0
2. Add \$375,000, all from the Fraud and Abuse Criminal Prosecution Fund, and 4.0 FTE positions, for the Fraud and Abuse Litigation Division to support investigations and criminal prosecution of sports wagering, financial, and economic crimes involving unauthorized gambling for FY 2024.	0	375,000	375,000	4.0
<i>Agency Subtotal</i>	<i>\$650,296</i>	<i>(\$275,296)</i>	<i>\$375,000</i>	<i>4.0</i>
<u>State Treasurer</u>				
1. Delete \$15.4 million, all from the STAR Bonds Food Sales Tax Revenue Replacement Fund, and delete the transfer from the SGF to the fund for FY 2024. Review at Omnibus.	0	(15,400,000)	(15,400,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$15,400,000)</i>	<i>(\$15,400,000)</i>	<i>0.0</i>
<u>Board of Indigents' Defense Services</u>				
1. Add language directing the agency to submit a report to the Senate Committee on Ways and Means on or before January 1, 2024 regarding the number of cases handled by assigned counsel, the total number of state attorneys in the agency, the average tenure of those attorneys over the last five years, the FY 2023 turnover rate, and any other information the agency deems valuable to evaluate the effectiveness of salary adjustments implemented over the last two years.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Judicial Branch</u>				
1. Delete \$16.3 million SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.	(16,292,950)	0	(16,292,950)	0.0
<i>Agency Subtotal</i>	<i>(\$16,292,950)</i>	<i>\$0</i>	<i>(\$16,292,950)</i>	<i>0.0</i>
<u>Department of Administration</u>				
1. Delete \$1.5 million SGF and 10.0 FTE positions for FY 2024 to not adopt the Governor's recommendation to establish a Division of Policy within the Division of the Budget.	(1,485,094)	0	(1,485,094)	(10.0)
<i>Agency Subtotal</i>	<i>(\$1,485,094)</i>	<i>\$0</i>	<i>(\$1,485,094)</i>	<i>(10.0)</i>
<u>Department of Revenue</u>				
1. Delete the transfer from the State Highway Fund to the License Plate Replacement Fund by \$2.9 million for FY 2024 and review at Omnibus. This adjustment leaves \$9.8 million for license plate replacement for FY 2024.	0	(2,875,000)	(2,875,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$2,875,000)</i>	<i>(\$2,875,000)</i>	<i>0.0</i>
<u>Department of Commerce</u>				
1. Delete \$1.2 million, all from the EDIF, and 3.0 FTE positions for the International Division for FY 2024 and review at Omnibus.	0	(1,200,000)	(1,200,000)	(3.0)
2. Delete \$1.0 million, all from the EDIF, for the Early Childhood Education and Care Initiative for FY 2024 and review at Omnibus.	0	(1,000,000)	(1,000,000)	0.0
3. Delete \$500,000, all from the EDIF, for the Kansas Creative Arts Industries Commission for FY 2024 and review at Omnibus.	0	(500,000)	(500,000)	0.0
4. Delete \$500,000, all from the EDIF, and 2.0 FTE positions for Salesforce data development for FY 2024 and review at Omnibus.	0	(500,000)	(500,000)	(2.0)
5. Delete \$279,500, all from the EDIF, and 2.0 FTE positions for the Research Division for FY 2024 and review at Omnibus.	0	(279,500)	(279,500)	(2.0)
6. Delete \$150,000, all from the EDIF, for the Murals and Public Arts Initiative within the Office of Rural Prosperity for FY 2024 and review at Omnibus.	0	(150,000)	(150,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$3,629,500)</i>	<i>(\$3,629,500)</i>	<i>(7.0)</i>
<u>Commission on Veterans Affairs Office</u>				
1. Add \$150,000 SGF for the Veterans Claims Assistance Program for FY 2024.	150,000	0	150,000	0.0
2. Add \$35,000 SGF for the Scattering Garden Wall project at the Kansas Soldiers' Home at Fort Dodge for FY 2024.	35,000	0	35,000	0.0
3. Delete \$62,328 SGF and 1.0 FTE position for a senior administrative assistant for FY 2024.	(62,328)	0	(62,328)	(1.0)
4. Delete \$44,000 SGF for additional travel expenses for FY 2024.	(44,000)	0	(44,000)	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<i>Agency Subtotal</i>	<i>\$78,672</i>	<i>\$0</i>	<i>\$78,672</i>	<i>(1.0)</i>
<u>Department of Health and Environment - Health</u>				
1. Add \$6.6 million, including \$2.6 million SGF, to increase the Medicaid physician fee schedule by 3.0 percent for FY 2024.	2,607,552	3,992,448	6,600,000	0.0
2. Add \$4.3 million, including \$1.7 million SGF, to increase emergency medical service ground ambulance rates to 75.0 percent of the Medicare rate and increase air ambulance rates to 100.0 percent of the Medicare rate for FY 2024.	1,734,914	2,597,042	4,331,956	0.0
3. Add \$1.2 million, including \$482,880 SGF, to extend Medicaid adult dental coverage to include dentures and partials for FY 2024.	482,880	717,120	1,200,000	0.0
4. Delete \$100,000 SGF in funding to local health departments using the statutory distribution formula contained in KSA 65-242 for FY 2024.	(100,000)	0	(100,000)	0.0
5. Add \$500,000 SGF to fund Project Access and Wy Jo Care for FY 2024. These programs coordinate donated healthcare to provide care for low income, uninsured individuals.	500,000	0	500,000	0.0
6. Delete \$671.4 million, including the addition of \$71.5 million SGF, to remove funding for Medicaid Expansion for FY 2024. The all funds deletion includes \$703.4 million from federal funds and \$39.4 million from special revenue funds.	71,458,209	(742,808,209)	(671,350,000)	Null
7. Delete \$16,502, including \$8,251 SGF, for the agency's salary adjustment plan that provides a 2.5 percent salary increase for 11.0 FTE positions in the Medicaid program for FY 2024 and review at Omnibus.	(8,251)	(8,251)	(16,502)	0.0
8. Delete \$260,000 SGF for a salary adjustment plan in the Health Facility Surveillance program for FY 2024 and review at Omnibus	(260,000)	0	(260,000)	0.0
<i>Agency Subtotal</i>	<i>\$76,415,304</i>	<i>(\$735,509,850)</i>	<i>(\$659,094,546)</i>	<i>0.0</i>
<u>Kansas Department for Aging and Disability Services</u>				
1. Add \$6.5 million, including \$2.6 million SGF, to provide a 5.0 percent increase to the reimbursement rate for providers of HCBS Frail Elderly waiver services for FY 2024.	2,600,000	3,900,000	6,500,000	0.0
2. Add \$2.7 million, including \$1.1 million SGF, to increase the targeted case management reimbursement rate to \$62.00 per hour for FY 2024.	1,100,000	1,600,000	2,700,000	0.0
3. Add \$1.0 million SGF for FY 2024 to analyze Kansas Assessment Management Information System (KAMIS) functions, measure performance, and make recommendations to maximize the value and performance of the system.	1,000,000	0	1,000,000	0.0
4. Add \$133,075 SGF for FY 2024 to increase annual funding for mental health first aid training to \$266,150 annually.	133,075	0	133,075	0.0
5. Add \$200,000 SGF to Envision for operating support to assist Envision families, programs and advocacy efforts for blind or visually impaired children for FY 2024.	200,000	0	200,000	0.0
6. Add \$1.5 million SGF for nutritional services for seniors for FY 2024, to be distributed through the Area Agencies on Aging.	1,500,000	0	1,500,000	0.0
7. Add \$116,250 SGF and 1.0 FTE position to create a dementia services coordinator position for FY 2024.	116,250	0	116,250	1.0
8. Add \$2.1 million SGF and 1.0 FTE position to build capacity for crisis services for Kansans with I/DD for FY 2024. Add language requiring the agency to submit a report on the program to the Senate Committee on Public Health and Welfare, House Committee on Health and Human Services, House Social Services Budget Committee, and Senate Ways and Means Human Services Subcommittee.	2,100,000	0	2,100,000	1.0
9. Add \$3.0 million, including \$1.3 million SGF, and add language to increase PACE reimbursement rates by 5.0 percent for FY 2024.	1,300,000	1,700,000	3,000,000	0.0
10. Add \$2.5 million, all from federal ARPA funds, to expand PACE for FY 2024 and review at Omnibus. This funding comes from a transfer to the agency of \$66.0 million, all from federal ARPA funds, which was approved by the State Finance Council on December 21, 2022 and recommended by the SPARK Taskforce.	0	2,500,000	2,500,000	0.0
11. Add language requiring the agency to conduct a study of I/DD service provider costs and to provide recommendations to the 2024 Legislature for funding adjustments based on inflationary indexes for FY 2024.	0	0	0	0.0
12. Add language directing the agency to continue funding the EmberHope Youthville pilot program at current levels using existing resources for FY 2024.	0	0	0	0.0
13. Add language to increase the maximum transfer of lottery vending machine revenue to the Community Crisis Stabilization Centers Fund and the Clubhouse Model Program Fund from \$8.0 million to \$9.0 million for FY 2024.	0	0	0	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<i>Agency Subtotal</i>	<i>\$10,049,325</i>	<i>\$9,700,000</i>	<i>\$19,749,325</i>	<i>2.0</i>
<u>Department for Children and Families</u>				
1. Add \$216,783 SGF to increase the reimbursement rate for the Centers for Independent living by 20.0 percent for FY 2024.	216,783	0	216,783	0.0
2. Add \$350,000 SGF for Safe Families for Kansas to expand coverage into four extra counties for FY 2024.	350,000	0	350,000	0.0
3. Add \$780,000, all from the TANF fund, for the Boys and Girls Clubs for operational cost increases for FY 2024.	0	780,000	780,000	0.0
4. Add \$350,000, including \$291,655 SGF, for the Children's' Alliance of Kansas to fund a KanCoach supervisor coaching program for FY 2024.	291,655	58,345	350,000	0.0
5. Add \$972,000, including \$486,000 SGF, to the Kansas Children's Services League to expand Healthy Families America into four additional counties for FY 2024.	486,000	486,000	972,000	0.0
6. Add \$1.0 million SGF for prevention services for youth with intellectual and developmental disabilities for FY 2024.	1,000,000	0	1,000,000	0.0
7. Add \$2.0 million, including \$1.9 million SGF, for evidence based juveniles services for delinquent youth for FY 2024.	1,866,400	133,600	2,000,000	0.0
<i>Agency Subtotal</i>	<i>\$4,210,838</i>	<i>\$1,457,945</i>	<i>\$5,668,783</i>	<i>0.0</i>
<u>Larned State Hospital</u>				
1. Add \$744,907 SGF and 6.0 FTE positions to create the Nursing House Supervisor position for FY 2024.	744,907	0	744,907	6.0
<i>Agency Subtotal</i>	<i>\$744,907</i>	<i>\$0</i>	<i>\$744,907</i>	<i>6.0</i>
<u>Board of Regents</u>				
1. Delete \$1.8 million SGF from the \$4.0 million SGF for micro-internships within the Postsecondary Education Operating Grant Fund and add the same amount for needs-based aid for students at Washburn for FY 2024.	0	0	0	0.0
2. Add language for the Kansas Comprehensive Grant Fund that of the \$35.3 million SGF appropriated for this scholarship program for FY 2024, no less than \$22.5 million is distributed to private and independent institutions, with the remainder to state universities and Washburn. Institutions must provide a \$1 for \$1 local match from non-state or private moneys.	0	0	0	0.0
3. Add language prohibiting postsecondary educational institutions from expending funds to require an applicant, employee, student, or contractor to endorse an ideology, including those of diversity, equity, or inclusion, or to provide statements concerning commitment to such ideologies, for FY 2024. Add further language prohibiting preferential consideration to such persons that provide unsolicited statements concerning these ideologies. Each institution shall submit a report to the Director of Legislative Research and the Attorney General regarding compliance.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Emporia State University</u>				
1. Add language for ESU authorizing bonding authority of \$15.0 million, all from special revenue funds, for the demolition and renovation of certain faculties and construction of a new Department of Nursing and Student Wellness Center for FY 2024.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Wichita State University</u>				
1. Add language for WSU authorizing bonding authority of \$17.9 million, all from special revenue funds, for university stadium renovations for FY 2024.	0	0	0	0.0
2. Add language for WSU authorizing bonding authority of \$15.2 million, all from special revenue funds, for expansion of the NIAR Technology and Innovation Building for FY 2024.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Education</u>				
1. Delete \$1.9 million SGF for the enhancement to the Professional Development program for FY 2024 leaving \$1.8 million in the program.	(1,900,000)	0	(1,900,000)	0.0
2. Delete 3.0 million SGF for the enhancement in the Mental Health Intervention Team Pilot program for FY 2024 leaving \$10.5 million in the program.	(3,000,000)	0	(3,000,000)	0.0
3. Delete \$1.0 million SGF for the enhancement to the Mentor Teacher program for FY 2024 leaving \$1.3 million in the program.	(1,000,000)	0	(1,000,000)	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
4. Delete \$1.0 million SGF for the enhancement to the Safe and Secure School grant for FY 2024 leaving \$4.0 million in the program.	(1,000,000)	0	(1,000,000)	0.0
5. Delete \$72.4 million SGF for Special Education State Aid for FY 2024 and review at Omnibus.	(72,359,420)	0	(72,359,420)	0.0
6. Add language to reappropriate any unencumbered balance in the Early Childhood Infrastructure account in excess of \$100 as of June 30, 2023 to fiscal year 2024.	0	0	0	0.0
7. Add language to reappropriate any unencumbered balance in the Imagination Library account in excess of \$100 as of June 30, 2023 to fiscal year 2024.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>(\$79,259,420)</i>	<i>\$0</i>	<i>(\$79,259,420)</i>	<i>0.0</i>
<u>School for the Deaf</u>				
1. Add \$83,808 SGF and 1.0 FTE to hire a school counselor for FY 2024	83,808	0	83,808	1.0
2. Add \$30,000 SGF and 0.5 FTE for an outreach position (parent to parent support) for FY 2024.	30,000	0	30,000	0.5
<i>Agency Subtotal</i>	<i>\$113,808</i>	<i>\$0</i>	<i>\$113,808</i>	<i>1.5</i>
<u>Department of Corrections</u>				
1. Add language allowing the agency to use the \$9.9 million SGF for other priority capital improvement projects for FY 2024 and stay the demolition of the old Lansing correctional facility for one year.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>State Fire Marshal</u>				
1. Add \$200,000, all from special revenue funds, for the Kansas Firefighter Recruitment and Safety Grant Program, which provides no-match funds to local fire departments primarily for PPE, for FY 2024. This adjustment provides a total of \$400,000 for the grant program for FY 2024.	0	200,000	200,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$200,000</i>	<i>\$200,000</i>	<i>0.0</i>
<u>Kansas Bureau of Investigation</u>				
1. Add \$900,000 SGF for the replacement of an HVAC system at the Great Bend laboratory for FY 2024.	900,000	0	900,000	0.0
2. Delete \$250,266 SGF for a salary adjustment that continues career progression plans for commissioned officers and forensic scientists for FY 2024 and review at Omnibus.	(250,266)	0	(250,266)	0.0
<i>Agency Subtotal</i>	<i>\$649,734</i>	<i>\$0</i>	<i>\$649,734</i>	<i>0.0</i>
<u>Kansas Commission on Peace Officers' Standards and Training (KCPOST)</u>				
1. Delete \$22,008, all from special revenue funds, for a salaries and wages increase for FY 2024 and review at Omnibus.	0	(22,008)	(22,008)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$22,008)</i>	<i>(\$22,008)</i>	<i>0.0</i>
<u>Department of Agriculture</u>				
1. Add \$200,000, all from the State Water Plan Fund, for the Soil Health Initiative for FY 2024.	0	200,000	200,000	0.0
2. Delete \$119,194 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Management for FY 2024 and review at Omnibus.	(119,194)	0	(119,194)	0.0
3. Delete \$543,544 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Appropriations for FY 2024 and review at Omnibus.	(543,544)	0	(543,544)	0.0
4. Delete \$261,810 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Structures for FY 2024 and review at Omnibus.	(261,810)	0	(261,810)	0.0
<i>Agency Subtotal</i>	<i>(\$924,548)</i>	<i>\$200,000</i>	<i>(\$724,548)</i>	<i>0.0</i>
<u>Department of Wildlife and Parks</u>				
1. Delete \$2.5 million, all from special revenue funds, to not adopt the Governor's recommendation allowing KDWP law enforcement officers to join the Kansas Police and Firemen's retirement system for FY 2024 and review at Omnibus.	0	(2,500,000)	(2,500,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$2,500,000)</i>	<i>(\$2,500,000)</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Kansas Department of Transportation</u>				
1. Add \$4.2 million, all from the Special City and County Highway Fund, and transfer the same amount from the SGF to the fund for formula aid to local governments for FY 2024. Add language authorizing the transfer up to \$4.2 million SGF in the amount revenues to the fund fall short of the agency's estimate of \$156.4 million, upon certification by the Director of the Budget, for FY 2024. This adjustment would offset a decreased highway revenue estimate.	0	4,226,614	4,226,614	0.0
2. Delete \$6.4 million, all from special revenue funds, for the agency's salary adjustment plan involving equipment operators, engineers, and mechanics for FY 2024 and review at Omnibus.	0	(6,432,484)	(6,432,484)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$2,205,870)</i>	<i>(\$2,205,870)</i>	<i>0.0</i>
<u>State Employee Pay</u>				
1. Delete \$169.5 million, including \$65.5 million SGF, to not implement a statewide 5.0 percent salary increase among state employees for FY 2024 and review at Omnibus.	(65,500,000)	(104,000,000)	(169,500,000)	0.0
<i>Agency Subtotal</i>	<i>(\$65,500,000)</i>	<i>(\$104,000,000)</i>	<i>(\$169,500,000)</i>	<i>0.0</i>
TOTAL	(\$70,701,181)	(\$854,847,159)	(\$925,548,340)	(6.5)
FY 2025				
<u>State Bank Commissioner</u>				
1. Add \$12,420, all from special revenue funds, for a board member per diem rate increase and add language directing that this funding only be used if there is a change to the statutory limit for board member per diem for FY 2025.	0	12,420	12,420	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$12,420</i>	<i>\$12,420</i>	<i>0.0</i>
<u>Board of Barbering</u>				
1. Add language authorizing the agency to increase the examination fee for the practice of barbering from \$100 to \$150 for FY 2025.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Optometry Board</u>				
1. Add \$34,456, all from special revenue funds, and 1.0 FTE position to cross train a new Executive Officer with the retiring Executive Officer for six months for FY 2025.	0	34,456	34,456	1.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$34,456</i>	<i>\$34,456</i>	<i>1.0</i>
<u>Governmental Ethics Commission</u>				
1. Delete \$38,565 SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.	(38,565)	0	(38,565)	0.0
<i>Agency Subtotal</i>	<i>(\$38,565)</i>	<i>\$0</i>	<i>(\$38,565)</i>	<i>0.0</i>
<u>Board of Regents</u>				
1. Add language for the Kansas Comprehensive Grant Fund that of the funding appropriated for this scholarship program for FY 2025, 50.0 percent is distributed to private and independent institutions, with the remainder to state universities and Washburn. Institutions must provide a \$1 for \$1 local match from non-state or private moneys.	0	0	0	0.0
2. Add language prohibiting postsecondary educational institutions from expending funds to require an applicant, employee, student, or contractor to endorse an ideology, including those of diversity, equity, or inclusion, or to provide statements concerning commitment to such ideologies, for FY 2025. Add further language prohibiting preferential consideration to such persons that provide unsolicited statements concerning these ideologies. Each institution shall submit a report to the Director of Legislative Research and the Attorney General regarding compliance.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Education</u>				
1. Delete language authorizing the high-density at-risk weighting for FY 2025 and review at Omnibus.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
TOTAL	(\$38,565)	\$46,876	\$8,311	1.0

Bill Explanation for Sub. for SB 155

Appropriations for FY 2023, FY 2024, FY 2025, and FY 2026
Includes Senate Ways and Means Action as of March 9, 2023

Sec. 2 — Abstracters' Board of Examiners

The **agency** requests \$25,711, all from the Abstracters' Fee Fund, in expenditures for FY 2024. This is a decrease of \$6, or less than 0.1 percent, below the revised estimate for FY 2023.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$25,723, all from the Abstracters' Fee Fund, in expenditures for FY 2025. This is an increase of \$12, or less than 0.1 percent, above the amount requested for FY 2024.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 3 — Board of Accountancy

The **agency** requests \$482,372, all from the Board of Accountancy Fee Fund, for FY 2024. This is an increase of \$28,478, or 6.3 percent, above the revised estimate for FY 2023. Notable adjustments include:

- **SALARIES AND WAGES.** The agency's request includes \$291,060 for salaries and wages for FY 2024. This is an increase of \$39,050, or approximately 15.5 percent, above the FY 2023 amount, which is primarily due to training a new Executive Director prior to the retirement of the current Executive Director.
- **CONTRACTUAL SERVICES.** The agency's request includes \$186,287 for contractual services for FY 2024. This is a decrease of \$10,572, or approximately 5.4 percent, below the FY 2023 amount, which is primarily due to the agency's belief that the rollout of the new licensure database system will be complete.

The request includes 3.0 FTE positions, which is the same as the approved number for FY 2024.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$426,097, all from the Board of Accountancy Fee Fund, for FY 2025. This is a decrease of \$56,275, or 11.67 percent, below the requested amount for FY 2024. Notable adjustments include:

- **SALARIES AND WAGES.** The agency's request includes \$240,996 for salaries and wages for FY 2025. This is a decrease of \$50,064, or approximately 17.2 percent, below the FY 2024 requested amount, which is due to the expected completed transition of Executive Directors as the current Executive Director plans to retire by the end of calendar year 2023.
- **CONTRACTUAL SERVICES.** The agency's request includes \$180,076 for contractual services for FY 2025. This is a decrease of \$6,211, or approximately 3.33 percent, below the requested amount for FY 2024, which is primarily due to the agency's completed rollout of the new licensure database system and reduced expenditures for job-related training.

The request includes 3.0 FTE positions, which is the same as the requested number for FY 2024.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 4 — Office of the State Bank Commissioner

The agency requests a revised estimate of \$13.0 million, all from special revenue funds, in FY 2023. This is an increase of \$299,261, or 2.7 percent, above the FY 2023 approved amount. Significant increases in the revised estimate include the following:

- **SUPPLEMENTAL-BOARD MEMBER PER DIEM INCREASES.** The revised estimate includes a supplemental request to increase the board member per diem rates. The agency has historically reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **SUPPLEMENTAL-STAFF SALARY INCREASES.** The revised estimate includes a supplemental request to provide merit-based staff salary increases. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector as well as adjoining states and federal counterparts.
- **SUPPLEMENTAL-TWO ADDITIONAL STAFF.** A third supplemental request is for two additional specialized examiners. The 2.0 FTE positions would be Information Technology (IT) Examiners and would conduct IT exams for banks to check for risks and exposures in cybersecurity.
- **TRAVEL-RELATED EXPENDITURES INCREASES.** The revised estimate also includes several increases for travel-related expenditures. This is for training of the agency's staff in all areas of expertise as well as in-person examinations of state-owned banks. During the COVID-19 pandemic, the training schools, conferences, and programs moved to virtual events. Resumption of in-person training and in-person portions of examinations are included in the revised estimate.

The **agency** requests 112.0 FTE positions in FY 2023. This is an increase of 2.0 FTE positions above the approved number for the purposes of adding two IT Examiners, as explained above.

The **Governor** recommends \$12.7 million, all from special revenue funds, in FY 2023. This is an overall decrease of \$259,442, or 2.0 percent, below the agency's FY 2023 revised estimate. The Governor's recommendation does not include the agency's supplemental requests for board member per diem increases or staff salary increases. The Governor recommends \$39,819, all from special revenue funds, to provide partial year funding for 2.0 FTE IT examiner positions.

The **Governor's** recommendation includes 112.0 FTE positions, which is the same as the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 5 — Office of the State Bank Commissioner

The **agency** requests \$13.0 million, all from special revenue funds, for FY 2024. This is an increase of \$65,164, or 0.5 percent, above the FY 2023 revised estimate. Notable items in the agency request include the following:

- **ENHANCEMENT—BOARD MEMBER PER DIEM.** The request includes an enhancement request to maintain the supplemental request from FY 2023 for increased board member per diem rates. The agency has historically reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **ENHANCEMENT—STAFF SALARY INCREASES.** The request includes an enhancement request to continue to provide merit-based staff salary increases requested in the FY 2023 revised estimate. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector as well as adjoining states and federal counterparts.
- **ENHANCEMENT—TWO ADDITIONAL STAFF.** This request also continues the 2.0 additional FTE positions requested in FY 2023. The two IT Examiners would conduct IT exams for banks to check for risks and exposures in cybersecurity.

The agency requests 112.0 FTE positions for FY 2023. This is the same number as the revised estimate for FY 2023.

The **Governor** recommends \$13.0 million, all from special revenue funds, for FY 2024. This is a decrease of \$69,137, or 0.5 percent, below the agency's request for FY 2024. The Governor's recommendation does not include the enhancement requests for board member per diem increases or staff salary increases. The Governor's recommendation does include \$158,527, all from special revenue funds, for 2.0 FTE IT examiner positions.

The Governor's recommendation includes 112.0 FTE positions, which is the same as the agency's request for FY 2024.

The **agency** requests \$12.9 million, all from special revenue funds, for FY 2025. This is a decrease of \$90,084, or 0.7 percent, below the FY 2024 request. Significant items in the agency request include the following:

- **ENHANCEMENT–BOARD MEMBER PER DIEM.** The request includes an enhancement request to maintain the increased board member per diem rates as requested in the revised estimate in FY 2023 and FY 2024. The agency has historically reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **ENHANCEMENT–STAFF SALARY INCREASES.** The request includes an enhancement request to continue to provide merit-based staff salary increases requested in the revised estimate in FY 2023 and FY 2024. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector as well as adjoining states and federal counterparts.
- **ENHANCEMENT–TWO ADDITIONAL STAFF.** This request is to continue the additional 2.0 FTE positions requested in FY 2023 and FY 2024. The two IT Examiners would conduct IT exams for banks to check for risks and exposures in cybersecurity.
- **OTHER ADJUSTMENTS.** There is an anticipated decrease in employer contributions for group health insurance of \$135,214, or 1.3 percent, below the FY 2024 request. There is also an increase in contractual services expenditures of \$40,390, or 1.8 percent, above the FY 2024 request, mainly for additional travel-related expenses (\$14,000) and other contractual services (\$18,502).

The **agency** requests 112.0 FTE positions for FY 2025, which is the same as the FY 2024 number.

The **Governor** recommends \$12.9 million, all from special revenue funds, for FY 2025. This is a decrease of \$68,631, or 0.5 percent, below the agency's request for FY 2025. The Governor's recommendation does not include the enhancement requests for board member per diem increases or staff salary increases. The Governor's recommendation does include \$157,110, all from special revenue funds, for 2.0 FTE IT examiner positions.

The **Governor's** recommendation includes 112.0 FTE positions, which is the same as the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$12,420, all from special revenue funds, for a board member per diem rate increase and add language directing that this funding only be used if there is a change to the statutory limit for board member per diem for FY 2024.

FY 2025

1. Add \$12,420, all from special revenue funds, for a board member per diem rate increase and add language directing that this funding only be used if there is a change to the statutory limit for board member per diem for FY 2025.

Sec. 6 — Board of Barbering

The **agency** submits a revised estimate of \$193,348, all from the Board of Barbering Fee Fund, in expenditures and 1.9 FTE positions in FY 2023. This is an expenditure increase of \$9,000, or 4.9 percent, and a 1.3 FTE positions decrease from the FY 2023 approved. The increase is primarily due to vendor fees for the administration of examinations and travel expenditures. The decrease in FTE positions is due to the consolidation of two part-time positions.

The **Governor** concurs with the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 7 — Board of Barbering

The **agency** requests \$197,899, all from the Board of Barbering Fee Fund, in expenditures and 1.9 FTE positions for FY 2024. This is an increase of \$4,551, or 2.4 percent, above the agency's FY 2023 revised estimate. The increase is primarily due to ongoing vendor expenditures for administering the barbering examination, increased travel expenditures, and increased expenditures for employer contributions for group health insurance.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$202,404, all from the Board of Barbering Fee Fund, in expenditures and 1.9 FTE positions for FY 2025. This is an increase of \$4,505, or less than 2.3 percent, above the agency's FY 2024 request. This increase is primarily due to ongoing vendor expenditures for administering the barbering examination and increased travel expenditures.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add language authorizing the agency to increase the examination fee for the practice of barbering from \$100 to \$150 for FY 2024.

FY 2025

1. Add language authorizing the agency to increase the examination fee for the practice of barbering from \$100 to \$150 for FY 2025.

Sec. 8 — Behavioral Sciences Regulatory Board

The **agency** requests \$1,050,908, all from the BSRB Fee Fund, in expenditures and 9.5 FTE positions for FY 2024. This is an increase of \$26,476, or 2.6 percent, above the revised estimate for FY 2023. This increase is primarily due to increased expenditures to the Office of the Attorney General for legal services, increased expenditures for the Kansas State Board of Healing Arts for maintaining the licensing system, and resumed travel following the COVID-19 pandemic.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$1,073,817, all from the BSRB Fee Fund, in expenditures and 9.5 FTE positions for FY 2025. This is an increase of \$22,909, or 2.2 percent, above the agency's FY 2024 request. This increase is primarily due to increased expenditures to the Office of the Attorney General for legal services, increased expenses for the Kansas State Board of Healing Arts for maintaining the licensing system, and resumed travel following the COVID-19 pandemic.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 9 — Kansas State Board of Healing Arts

The **agency** requests \$7.1 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2024. This is an increase of \$265,555, or 3.9 percent, above the FY 2023 agency revised estimate. The increase is primarily due to an anticipated increase in travel for staff and board members as more meetings transition from online to in-person, and increased salary and wages expenditures for employer contributions for group health insurance.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$7.2 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2025. This is an increase of \$160,536, or 2.3 percent, above the agency's FY 2024 request. The increase is primarily in contractual services for increased travel expenditures for staff and board members as more meetings transition from online to in-person.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 10 — Board of Cosmetology

The **agency** requests \$1.2 million, all from the Cosmetology Fee Fund, in expenditures and 15.0 FTE positions for FY 2024. This is an increase of \$44,157 or 3.7 percent, above the FY 2023 revised estimate. The increase is primarily attributable to the agency's enhancement

requests for additional staffing. These include a part-time facility inspector and a part-time senior administrative assistant.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$1.2 million, all from the Cosmetology Fee Fund, in expenditures and 15.0 FTE positions for FY 2025. This is an expenditure increase of \$277, or less than 0.1 percent, above the FY 2024 estimate. The increase is primarily attributable to the continuation of the agency's enhancement requests for additional staffing. These positions include a part-time facility inspector and a part-time senior administrative assistant.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 11 — Kansas Department of Credit Unions

The **agency** requests \$1.3 million, all from the Credit Union Fee Fund, for FY 2024. This is an increase of \$1,087, or 0.1 percent, above the FY 2023 revised estimate. The increase is attributable to additional salaries and wages expenditures and is mostly due to merit increases in salaries. The agency increased pay for regular unclassified employees by \$36,643. Employer contributions for fringe benefits also increase by \$10,536. This increase is partially offset by a reduction of \$46,092 in salaries and wages by eliminating classified temporary positions. The request includes 12.0 FTE positions, which is the same as the number in the FY 2023 revised estimate.

The **Governor** recommends \$1.3 million, all from the Credit Union Fee Fund, for FY 2024. This is a decrease of \$44,741, or 3.4 percent, below the agency's request for FY 2024. The Governor's recommendation does not include the agency's enhancement request for merit-based increases in salaries and wages.

The **agency** requests \$1.3 million, all from the Credit Union Fee Fund, for FY 2025. This is an increase of \$4,191, or 0.3 percent, above the FY 2024 request. The agency's request includes an additional \$4,191 in salaries and wages expenditures. This increase is due expected increases in employer contributions for fringe benefits. The estimate also includes 12.0 FTE positions, which is the same as the requested number for FY 2024.

The **Governor** recommends \$1.3 million, all from the Credit Union Fee Fund, for FY 2025. This is a decrease of \$46,536, or 3.5 percent, below the FY 2024 agency request. The Governor's recommendation does not include the agency's enhancement request for merit-based increases in salaries and wages.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 12 — Kansas Dental Board

The **agency** requests \$560,000, all from the Dental Board Fee Fund, in expenditures and 3.0 FTE positions for FY 2024. This is an increase of \$134,312, or 31.6 percent, above the FY 2023 revised estimate. The increase is attributable to a request to upgrade the agency's licensing system. The agency indicates that the existing system is on Microsoft Access and is no longer supported. The agency's request includes \$130,000 to migrate the existing system to a cloud-based licensing vendor. In addition to the system upgrade, the agency's request includes increases in salaries and wages expenditures totaling \$2,283, primarily attributable to increased employer contributions to group health insurance. Other, smaller adjustments, are also included in the agency's FY 2024 request.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$565,000, all from the Dental Board Fee Fund, in expenditures and 3.0 FTE positions for FY 2025. This is an increase of \$5,000, or 0.9 percent, above the FY 2024 agency request. The increase is attributable to estimated costs for in-state travel, the State Building Capital Charge, paper and other stationery, and employer contributions for fringe benefits. The agency request also includes ongoing expenditures for the enhanced licensing system, which is also included in the agency's FY 2024 estimate.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 13 — Kansas State Board of Mortuary Arts

The **agency** requests \$322,934, all from special revenue funds, and 3.0 FTE positions for FY 2024. This is an increase of \$5,264, or 1.7 percent, above the FY 2023 revised estimate. The increase is attributable to the addition of \$2,592 for employer contributions for group health insurance, \$1,000 for a computer replacement, \$1,000 for anticipated increases in expenditures for travel and subsistence for FY 2024, and other, smaller adjustments.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$324,494, all from special revenue funds, and 3.0 FTE positions for FY 2025. This is an increase of \$1,560, or 0.5 percent, above the FY 2024 agency request. The increase is attributable to the addition of \$1,000 for anticipated increases in travel and subsistence, \$1,000 for anticipated increases in gasoline costs, partially offset by the reduction of \$440 in other various adjustment for FY 2025. Other, smaller adjustments, are also included in the agency's requested expenditures for FY 2025.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 14 — Kansas Board of Hearing Aid Examiners

The **agency** requests \$37,695, all from the Hearing Aid Board Fee Fund, for FY 2024. This is an increase of \$3,685, or 10.8 percent, above the FY 2023 revised estimate. The increase is primarily attributable to an increase in contractual services for website development and transitioning to a fully online renewal process. The agency requests no FTE positions.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$37,695, all from the Hearing Aid Board Fee Fund, for FY 2025. This is the same amount as the FY 2024 request. The agency requests no FTE positions.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 15 — Board of Nursing

The **agency** submits a revised estimate of \$3.7 million, all from special revenue funds, in expenditures and 27.0 FTE positions in FY 2023. This is an increase of \$159,083, or 4.7 percent, above the FY 2023 approved amount. Significant items in the agency estimate include the following:

- **SOFTWARE UPGRADE.** The agency is requesting an additional \$189,083 to upgrade licensing software and purchase software to process Kansas Open Records Act requests more efficiently.
- **CRIMINAL BACKGROUND FEE FUND.** The agency decreased expenditures from the Criminal Background Fee Fund by \$30,000 due to an anticipated decrease in the number of graduates seeking licensure.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 16 — Board of Nursing

The **agency** requests \$4.0 million, all from special revenue funds, in expenditures and 27.0 FTE positions for FY 2024. This is an increase of \$327,531, or 8.9 percent, above the agency's FY 2023 revised estimate. Significant items in the agency request include the following:

- **LICENSING SOFTWARE UPGRADE.** The FY 2024 budget includes expenditures to implement Phase 2 of the agency's three-year IT plan, which includes a transition to the MyLicense Platform. This upgraded platform will include increased security measures to protect licensee's data, allow staff and public users to effectively access

the system with any device, and provide increased access to real-time data and reports.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$3.9 million, all special revenue funds, in expenditures and 27.0 FTE positions for FY 2025. This is a decrease of \$59,403, or 1.5 percent, below the agency's FY 2024 request. The decrease is largely due to one-time expenditures in FY 2024 for software upgrades that do not reoccur for FY 2025, partially offset by subscription fees for the licensing software.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 17 — Board of Examiners in Optometry

The **agency** requests \$208,258, all from special revenue funds, and 1.0 FTE position for FY 2024. The increase is primarily attributable to computer programming services totaling \$5,579. Other, miscellaneous adjustments total \$165.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$246,824, all from special revenue funds, and 2.0 FTE positions for FY 2025. The agency's request includes an enhancement request totaling \$34,456, all from special revenue funds, and an additional 1.0 FTE position.

The **Governor** recommends expenditures totaling \$212,368, all from special revenue funds, and 1.0 FTE position for FY 2025. The recommendation is a decrease of \$34,456 and 1.0 FTE position below the FY 2025 agency request as the Governor does not recommend the agency enhancement request to add an FTE position to train the new Executive Officer prior to the current Executive Officer's retirement.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

FY 2025

1. Add \$34,456, all from special revenue funds, and 1.0 FTE positions to cross train a new Executive Officer with the retiring Executive Officer for six months for FY 2025.

Sec. 18 — Kansas Board of Pharmacy

The **agency** submits a revised estimate of \$4.0 million, all from special revenue funds, in expenditures and 19.0 FTE positions in FY 2023. This is a decrease of \$23,056, or 0.6 percent, below the FY 2023 approved amount. The decrease is attributable to a decrease in expected expenditures for salaries and wages, partially offset by an increase in contractual services expenditures. This also includes a decrease of 0.8 FTE positions.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 19 — Kansas Board of Pharmacy

The **agency** requests \$4.2 million, all from special revenue funds, in expenditures and 19.0 FTE positions for FY 2024. This is an all funds increase of \$217,720, or 5.4 percent, above the FY 2023 revised estimate. This increase is primarily attributable to computer software maintenance, employer contributions for group health insurance, salaries and wages, and out-of-state travel expenditures.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$3.8 million, all from special revenue funds, in expenditures and 19.0 FTE positions for FY 2025. This is an all funds decrease of \$418,117, or 9.8 percent, below the FY 2024 requested amount. The decrease is primarily attributable to computer software maintenance and salaries and wages.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 20 — Real Estate Appraisal Board

The **agency** requests \$357,227, all from special revenue funds, and 2.0 FTE positions for FY 2024. This is an increase of \$4,052, or 1.1 percent, above the FY 2023 revised estimate. There is an increase of \$1,038, or 0.5 percent, in salaries and wages mainly due to employer contributions for group health insurance and an increase of \$2,514, or 1.6 percent, in contractual services for increased expenditures for travel, rent, and computer expenditures.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$362,805, all from special revenue funds, and 2.0 FTE positions for FY 2025. This is an increase of \$5,578, or 1.6 percent, above the FY 2024 request. The request includes a decrease of \$372, or 0.2 percent, in salaries and wages and an increase of \$5,950, or 3.8 percent, in contractual services for increased expenditures for travel, rent, and computer expenditures.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 21 — Real Estate Commission

The **agency** requests \$1.4 million, all from special revenue funds, and 12.0 FTE positions for FY 2024. This is a decrease of \$180,402, or 11.4 percent, below the FY 2023 revised estimate. The decrease is mainly in contractual services due to one-time expenditures in FY 2023 for a licensing system that do not reoccur in FY 2024. These decreases are partially offset by increases in all other expenditure categories, including \$48,362 in salaries and wages.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$1.4 million, all from special revenue funds, and 12.0 FTE positions for FY 2025. This is an increase of \$16,454, or 1.2 percent, above the FY 2024 request. The increase is primarily in salaries and wages (\$9,133) for employer contributions for group health insurance and contractual services (\$5,936) for printing and binding.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 22 — Board of Technical Professions

The **agency** requests \$808,720, all from the Technical Professions Fee Fund, and 5.0 FTE positions for FY 2024. This is an increase of \$3,237, or 0.4 percent, above the agency's FY 2023 revised estimate. The increase is due to an increase in salaries and wages, namely an increase in employer contributions for fringe benefits, which is partially offset by a decrease in contractual services.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$810,850, all from the Technical Professions Fee Fund, and 5.0 FTE positions for FY 2025. This increase of \$2,130, or 0.3 percent, above the agency's FY 2024 request is due to an increase in salaries and wages expenditures, namely an increase in employer contributions for fringe benefits such as group health insurance.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 23 — Board of Veterinary Examiners

The **agency** requests FY 2024 expenditures of \$368,512, all from the Veterinary Examiners Fee Fund. This is an increase of \$5,242, or 1.4 percent, above the FY 2023 revised estimate. This increase is primarily due to increased employer contributions for fringe benefits such as group health insurance.

The **Governor** concurs with the agency's FY 2024 request.

The **agency** requests \$373,203, all from the Veterinary Examiners Fee Fund, for FY 2025. This is an increase of \$4,691, or 1.3 percent, above the FY 2024 request. This increase is primarily due to estimated increases in rents and attorney costs.

The **Governor** concurs with the agency's FY 2025 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 24 — Governmental Ethics Commission

The **agency** requests \$808,236, including \$531,287 SGF, for FY 2024. This is an increase of \$56,621, or 7.5 percent, above the FY 2023 revised estimate. The request includes an SGF increase of \$43,942, or 9.0 percent, above the FY 2023 revised estimate. The agency requests 8.5 FTE positions for FY 2024, which is the same as the FY 2023 revised estimate number. Significant items in the agency request include the following:

- **ENHANCEMENT—SALARY INCREASES.** The agency requests \$38,898, all SGF, to provide salary increases for multiple positions after a salary study was conducted by a compensation study subcommittee of the Commission.
- **INCREASE IN EMPLOYER CONTRIBUTION EXPENDITURES.** The agency requests an additional \$8,097 for expected increases in employer contributions to group health insurance.
- **INCREASE IN COMMODITIES.** The agency expects to have less postage expenditures due to the non-state-election year. This is offset by an expected increase in printing expenditures due to the anticipated printing of education and guidance documents. This results in an expected total increase of \$1,000 in commodities.

The **Governor** concurs with the agency's request for FY 2024.

The **agency** requests \$813,610, including \$530,954 SGF, for FY 2025. This is an increase in all funding sources of \$5,374, or 0.7 percent, above the FY 2024 request. The request is an SGF decrease of \$333, or less than 0.1 percent, below the FY 2024 request. The agency requests 8.5 FTE positions for FY 2025, which is the same number requested for FY 2024. Significant items in the agency request include the following:

- **ENHANCEMENT—SALARY INCREASES.** The agency requests \$38,565, all SGF, to continue salary increases requested in FY 2024 for multiple positions after a salary study was conducted by a compensation study subcommittee of the Commission. This is a decrease of \$333 below the FY 2024 request.
- **DECREASE IN EMPLOYER CONTRIBUTIONS.** The agency's enhancement request is offset by a decrease in employer contributions for fringe benefits, mostly for Medicare (\$27,434) and KPERs (\$5,035), which results in a net decrease of \$443 in salaries and wages below the FY 2024 request.

- **INCREASE IN CONTRACTUAL SERVICES.** The agency's FY 2025 request includes an increase of \$5,817, or 4.5 percent, above the FY 2024 request in contractual services. This is attributable to increased postage expenditures for an election year and increased building rent, partially offset by decreased printing expenditures.

The **Governor** concurs with the agency's request for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$38,898 SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.

FY 2025

1. Delete \$38,565 SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.

Sec. 25 — Legislative Coordinating Council

The **agency** submits a revised estimate of \$783,653, all SGF, and 8.0 FTE positions in FY 2023. The revised estimate is a decrease of \$67,896, or 8.0 percent, below the approved amount. The decrease is all attributable to lapsing all of the SGF reappropriations from FY 2022. The majority of expenditures for this agency are in salaries and wages for the 8.0 FTE positions, which is the same as the approved number.

The **Governor** concurs with the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 25 — Legislative Research Department

The **agency** submits an FY 2023 revised estimate totaling \$5.1 million, all SGF. The revised estimate is a decrease of \$237,298, or 4.4 percent, below the approved amount. The decrease is all attributable to lapsing a portion of the SGF reappropriations from FY 2022. The majority of FY 2023 expenditures for this agency are in salaries and wages for the 41.0 FTE positions, which is the same as the approved number.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 25 — Office of the Revisor of Statutes

The **agency** submits an FY 2023 revised estimate totaling \$4.4 million, all SGF. The revised estimate is a decrease of \$431,521, or 8.9 percent, below the approved amount. The decrease is attributable to lapsing all of the SGF reappropriations from FY 2022. The agency's FY 2023 revised estimate includes 33.5 FTE positions, which is the same as the approved number.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 26 — Legislative Coordinating Council

The **agency** requests \$758,613, all SGF, for FY 2024. The request is a decrease of \$25,040, or 3.2 percent, below the FY 2023 revised estimate. The majority of the decrease is due to reductions in contractual services, partially offset by increases in salaries and wages fringe benefit expenditures, particularly employer contributions for group health insurance. The agency request also includes funding for 8.0 FTE positions, the same number as the FY 2023 revised estimate.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 26 — Legislative Research Department

The **agency** requests \$5.0 million, all SGF, for FY 2024. The request is a decrease of \$88,995, or 1.7 percent, below the FY 2023 revised estimate. The decrease is attributable to the lack of reappropriated funds and the completion of the current redistricting cycle. The agency request also includes funding for 41.0 FTE positions, which is the same number as the FY 2023 revised estimate.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 26 — Office of the Revisor of Statutes

The **agency** requests \$4.5 million, all SGF, for FY 2024. The request is an increase of \$23,743, or 0.5 percent, above the FY 2023 revised estimate. The majority of the increase is attributable to changes in employer contributions for group health insurance, partially offset by a reduction in employer contributions for public employees retirement. The agency request also includes funding for 33.5 FTE positions, the same number as the FY 2023 revised estimate.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 27 — Legislature

The **agency** submits a revised estimate of \$30.4 million, all SGF, and 56.0 FTE positions in FY 2023. The revised estimate is a decrease of \$3.5 million, or 10.4 percent, below the approved amount. The decrease is all attributable to lapsing a portion of the SGF reappropriations from FY 2022 into FY 2023.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 28 — Legislature

The **agency** requests \$25.6 million, all SGF, and 56.0 FTE positions for FY 2024. The request is a decrease of \$4.7 million, or 15.5 percent, below the FY 2023 revised estimate. The majority of the decrease is due to the lack of reappropriated funds as well as a reduction in the amount required for the Kansas Legislative Information System and Services (KLISS) Modernization project. The agency request also includes 56.0 FTE positions, which is the same number as the FY 2023 revised estimate.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 29 — Legislative Division of Post Audit

The **agency** submits an FY 2023 revised estimate totaling \$3.6 million, all SGF. The revised estimate is a decrease of \$420,637, or 10.5 percent, below the approved amount. The decrease is attributable to lapsing all of the SGF reappropriations from FY 2022 as well as an additional \$12,112 SGF. The majority of FY 2023 expenditures for this agency are in salaries and wages for the 26.0 FTE positions, which is 1.0 FTE position below the approved number. The decrease is due to the correction of a technical error.

Contractual services expenditures in FY 2023 include a \$150,000 contingency for hiring outside contractors for both economic development tax incentives evaluation and contracted performance audits.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 30 — Legislative Division of Post Audit

The **agency** requests \$3.5 million, all SGF, for FY 2024. The request is a decrease of \$51,662, or 1.4 percent, below the FY 2023 revised estimate. The majority of the decrease is due to a reduction in the contingency for hiring outside contractors for both economic development tax incentives evaluation and contracted performance audits, partially offset by increases in salaries and wages fringe benefit expenditures. The agency request also includes 26.0 FTE positions, which is the same as the FY 2023 revised estimate number. One of the major contractual services expenditures is contracts for assistance with selected performance audits and evaluations of economic development tax incentives.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 31 — Office of the Governor

The **agency** requests \$43.4 million from all funds, including \$16.5 million SGF, and 58.8 FTE positions for FY 2024. This is a decrease of \$404.8 million from all funds, or 90.3 percent, including \$12.9 million SGF, or 43.9 percent, below the FY 2023 revised estimate. The all funds decrease is due to a \$380.5 million decrease in federal ARPA funds expenditures. While the FY 2023 budget included \$385.3 million in ARPA expenditures, the FY 2024 request includes only \$4.8 million, which will be used to support operations for the Office of Recovery. In October 2022, the Office of Recovery estimated that there is approximately \$374.0 million in unallocated ARPA Funds. As of the time of this budget submission, the SPARK Executive Committee has made high-level recommendations for these remaining funds, but the recommendations must be approved by the State Finance Council or via legislation before the funds can be allocated. The all funds decrease was also due to a \$9.2 million decrease below the FY 2023 amount in federal funds for the Federal Victims of Crime Act Victim Assistance (VOCA) Grant Program.

The SGF decrease is primarily due to \$20.0 million SGF included in the FY 2023 budget for the Rural Housing Revolving Loan Program being transferred to the budget of the Kansas Housing Resources Corporation for FY 2024. This decrease was partially offset by the agency's enhancement request for the addition of \$7.5 million to provide grant funds through the Kansas Governor's Grants Program to Domestic Violence and Sexual Assault Programs (\$5.4 million), Child Advocacy Centers (\$1.8 million), and Court-Appointed Special Advocate (CASA) organizations (\$250,000). This enhancement request will partially offset a decrease in federal funding through the federal Victims of Crime Act Victim Assistance (VOCA) Grant Program, a program that provides direct services to victims of crime, responding to their immediate emotional and physical needs as well as supporting them in navigating the criminal justice system.

The **Governor** recommends expenditures of \$44.0 million from all funding sources, including \$17.8 million SGF, for FY 2024. This is an all funds increase of \$654,960, including \$1.4 million SGF, above the agency request. The SGF increase is due to increased salaries and wages expenditures in the Office of the Governor to fund an additional 6.0 FTE positions and increased SGF expenditures in the Governor's Grants Program to replace the annual transfer from the Problem Gambling and Addictions Grant Fund with SGF moneys.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete \$113,155 SGF and 2.0 FTE positions in the Commissions on Disabilities and Minority Affairs Program for FY 2024.

Sec. 32 — Office of the Attorney General

The **agency** requests \$36.9 million, including \$7.2 million SGF, in expenditures and 182.6 FTE positions for FY 2024. This is an all funds decrease of \$25.6 million, including an SGF increase of \$401,399, from the FY 2023 revised estimate. The agency request includes \$375,000 from the Fraud and Abuse Criminal Prosecution Fund, and 4.0 FTE positions, to increase staffing in the Fraud and Abuse Litigation Division. Of this amount, \$366,259 would be for salaries and wages and \$8,741 would be for capital outlay to purchase computer equipment and software. The division would add two Assistant Attorneys General, one fiscal analyst, and one support staff position. Furthermore, the agency requests to reinstate the reduced resource budget from FY 2022 that resulted in a 10.0 reduction to SGF funding and the reduction of the SGF portion of certain grant awards in the Victim Services Division. The increase in SGF would be entirely offset by the decrease in the special revenue funds currently being used for expenditures.

The **Governor** recommends expenditures of \$36.5 million, including \$6.6 million SGF, for FY 2024. This is an all funds decrease of \$375,000, or 1.0 percent, below the agency's FY 2024 request. The recommendation includes 178.6 FTE positions, which is 4.0 FTE positions below the agency's FY 2024 request. The expenditure and FTE decreases are attributable to the Governor not recommending the agency's enhancement requests for the Fraud and Abuse Litigation Division staffing increase or the reinstatement of SGF moneys for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$375,000, all from the Fraud and Abuse Criminal Prosecution Fund, and 4.0 FTE positions, for the Fraud and Abuse Litigation Division to support investigations and criminal prosecution of sports wagering, financial, and economic crimes involving unauthorized gambling for FY 2024.

2. Add \$650,296 SGF and delete the same amount from special revenue funds for FY 2024 to restore a 10.0 percent SGF reduction implemented in FY 2020 as part of a reduced resources budget.

Sec. 33 — Office of the Secretary of State

The **agency** requests \$5.2 million, all from special revenue funds, for FY 2024. This is an all funds decrease of \$475,193, or 8.3 percent, including \$200,000 from the SGF, below the revised estimate for FY 2023. The decreases mainly occur for contractual services and capital outlay. The overall decrease in contractual services (\$117,697) is mainly for decreases in

printing and advertising. The decrease in capital outlay (\$404,070) is mainly for non-capital information processing equipment and the lack of a HAVA federal funds state match request.

The agency requests 41.0 FTE positions for FY 2024. This is the same as the revised FY 2023 revised estimate number.

The **Governor** concurs with the agency's request for FY 2024. The Governor also recommends a \$200,000 transfer from the SGF to the Democracy Fund for the agency to use for HAVA matching funds.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 34 — Office of the State Treasurer

The **agency** submits a revised estimate of \$28.8 million, all from special revenue funds, in FY 2023. This is a decrease of \$3.8 million, or 11.7 percent, below the FY 2023 approved amount. The decrease is mainly due to a \$3.8 million decrease in unclaimed property claim payments. The agency also requests 40.0 FTE positions in FY 2023, which is the same as the approved number.

The **Governor** concurs with the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Add \$52.0 million SGF to a new investment fund for water storage debt payments associated with Milford and Perry reservoirs in FY 2023.

Sec. 35 — Office of the State Treasurer

The **agency** requests \$35.9 million, all from special revenue funds, for FY 2024. This is an increase of \$7.1 million, or 24.6 percent, above the revised estimate for FY 2023. The increase is mainly due to the STAR Bonds Food Sales Tax Revenue Replacement Fund starting in FY 2024. The agency requests \$7.0 million, all from special revenue funds, for the STAR Bonds Food Sales Tax Revenue Replacement Fund. The agency also requests 40.0 FTE positions for FY 2024, which is the same number as the revised estimate for FY 2023.

The **Governor** recommends \$44.3 million, all from special revenue funds, for FY 2024. This is an increase of \$8.4 million, or 23.4 percent, above the agency's FY 2024 request. This increase is all for the STAR Bond Food Sales Tax Revenue Replacement Fund. The Governor recommends expediting the elimination of the state sales tax rate on food and food ingredients to April 1, 2023. Therefore, the Governor's recommendation for FY 2024 increases the total amount for the STAR Bond Food Sales Tax Revenue Replacement Fund from \$7.0 million to \$15.4 million for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete \$15.4 million, all from the STAR Bonds Food Sales Tax Revenue Replacement Fund, delete the transfer from the SGF to the fund for FY 2024, and review at Omnibus.

Sec. 36 — Kansas Insurance Department

The **agency** requests \$38.9 million, all from special revenue funds, for FY 2024. This is a decrease of \$209,295, or 0.5 percent, below the FY 2023 revised estimate. The decrease is primarily due to decreases in contractual services (\$243,706) and capital outlay (\$437,500), partially offset by increases in salaries and wages (\$421,911) and other assistance for scholarships, fellowships, and grants to students (\$50,000). The salaries and wages increase is primarily attributable to a 5.5 percent salary increase (\$385,649). The agency request also includes 135.0 FTE positions, which is the same as the FY 2023 revised estimate number.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 37 — Health Care Stabilization Fund Board of Governors

The **agency** requests \$40.1 million, all from special revenue funds, for FY 2024. This is an increase of \$1.8 million, or 4.8 percent, above the FY 2023 revised estimate. This is mainly attributable to increases in other assistance expenditures, contractual services, and capital outlay. The request includes an increase in projected other assistance expenditures of \$801,568, or 2.7 percent, above the FY 2023 revised estimate, which is mainly due to increased projected court-approved settlement agreements or jury awards for medical malpractice lawsuits. The increase in contractual services is \$900,487, or 14.9 percent, above the FY 2023 revised estimate, which is mainly attributable to an expected increase in attorney and lawyer fees (\$543,897) and an anticipated increase in court reporter and expert witness fees (\$259,740). The capital outlay increase is \$43,300, or 71.9 percent, above the FY 2023 revised estimate, and is mainly attributable to routine system maintenance and equipment replacement (\$37,000). The agency also requests 21.0 FTE positions for FY 2024, which is the same number as the FY 2023 revised estimate.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 38 — Pooled Money Investment Board

The **agency** requests \$805,463, all from the Pooled Money Investment Portfolio Fee Fund, for FY 2024. This is a decrease of \$7,332, or 0.9 percent, below the FY 2023 revised

estimate. This is mainly due to the statutory performance audit occurring every two years, and FY 2024 is not one of the years in which the audit is scheduled. The budget request includes an increase in salaries and wages expenditures of \$3,639, or 0.6 percent, which is due to increased employer costs for group health insurance with an offsetting decrease in contractual services of \$11,770, or 8.1 percent, due to the biennial statutory audit not occurring in FY 2024. The agency also requests 5.0 FTE positions for FY 2024, which is the same number as in FY 2023.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 39 — Judicial Council

The **agency** requests \$694,098, all from special revenue funds, and 5.0 FTE positions for FY 2024. This is an increase of \$48,425, or 7.5 percent, above the FY 2023 revised estimate. The increase is primarily due to changes in salaries and wages to fund a vacant full-time administrative assistant position. Previously, this position had been a part-time position, which the agency notes does not provide sufficient administrative support (\$31,032).

The **Governor** concurs with the agency request for FY 2024. As the agency is part of the Judicial Branch, the Governor is statutorily required to include the Judicial Council's budget in The Governor's Budget Report as submitted by the agency, pursuant to KSA 75-3721(f).

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 40 — Board of Indigents' Defense Services

The **agency** submits a revised estimate of \$50.7 million, including \$50.1 million SGF, in FY 2023. This is an all funds increase of \$6,243, or less than 0.1 percent, above the FY 2023 approved amount, and no change in the amount of SGF moneys. Of this amount, \$6,243 is for increased expenditures related to the Indigents Defense Services Fund (\$2,391) and the Inservice Education Workshop Fee Fund (\$3,852). These are the carry forward balances of the funds and will be used for expert witness services and within the agency's training program. The agency estimate also includes 243.2 FTE positions, which is 1.1 FTE positions below the approved amount. The change is due to a technical adjustment.

The **Governor** recommends expenditures of \$52.0 million, including \$51.4 million SGF, in FY 2023. This is an SGF increase of \$1.3 million, or 2.6 percent, above the agency's FY 2023 revised estimate. The increase is due to an increase of \$1.3 million SGF for the fall 2022 assigned counsel caseloads adjustment. The Governor's recommendation also includes 243.2 FTE positions, which is the same as the agency's FY 2023 revised estimate number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 41 — Board of Indigents' Defense Services

The **agency** requests \$69.8 million, including \$69.2 million SGF, in expenditures and 404.2 FTE positions for FY 2024. This is an all funds increase of \$19.1 million, or 37.7 percent, and an SGF increase of \$19.1 million, or 38.2 percent, above the FY 2023 revised estimate. The agency request includes the following notable adjustments:

- **ENHANCEMENT—RECRUITMENT AND RETENTION.** The agency requests \$601,490 SGF to address pay parity with prosecutors and other government employees.
- **ENHANCEMENT—ETHICAL CASELOAD STAFFING.** The agency requests \$13.2 million SGF and 131.0 FTE positions to address chronic attorney caseload issues and insufficient support staffing in its public defender offices.
- **ENHANCEMENT—PUBLIC DEFENDER OFFICE SERVICE OF UNDERSERVED COMMUNITIES.** The agency requests \$3.8 million SGF and 30.0 FTE positions for first-year start-up costs to establish a public defender offices in the 29th Judicial District (Wyandotte County) and the 11th Judicial District (Crawford, Cherokee, and Labette counties).
- **ENHANCEMENT—BASIC INFRASTRUCTURE UPGRADES.** The agency requests \$784,586 SGF for additional leased space for current employees, software licensing, and agency employee training.
- **ENHANCEMENT—ASSIGNED COUNSEL RATE INCREASE.** The agency requests \$3.6 million SGF to fund an assigned counsel rate increase up to \$140 per hour.

The **Governor** recommends \$50.3 million, including \$49.7 million SGF, for FY 2024. This is an SGF decrease of \$19.5 million, or 28.2 percent, below the agency's FY 2024 request. The SGF decrease is primarily due to the Governor not recommending the enhancement requests for Recruitment and Retention, Ethical Caseload Staffing, Public Defender Office Service, Assigned Counsel Rate Increase, Legal Services for Prisoners, Inc. Salary Adjustment, and Capital Casework. The recommendation includes partial funding for the agency's Basic Infrastructure Upgrade enhancement request, and funding to continue the assigned counsel hourly rate of \$120 for FY 2024.

The Governor's recommendation also includes 243.2 FTE positions, which is 161.0 FTE positions below the agency's FY 2024 request. This is due to the Governor not recommending the agency's enhancement requests for ethical caseload staffing and the expansion of the public defender offices.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add language directing the agency to submit a report to the Senate Committee on Ways and Means on or before January 1, 2024 regarding the number of cases handled by assigned counsel, the total number of state attorneys in the agency, the average

tenure of those attorneys over the last five years, the FY 2023 turnover rate, and any other information the agency deems valuable to evaluate the effectiveness of salary adjustments implemented over the last two years.

Sec. 42 — Board of Indigents' Defense Services

The **Governor** recommends setting the maximum compensation rate for assigned counsel at \$120 per hour for FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 43 — Judicial Branch

The **agency** submits a revised estimate of \$184.8 million in expenditures, including \$172.5 million SGF, in FY 2023. This is an all funds increase of \$132,597, or less than 0.1 percent, above the FY 2023 approved amount. The recommendation adds \$1.6 million from the electronic filing fee funding for operational expenditures for e-filing and \$255,421 in federal funds for a new Byrne Grant Discretionary Fund. The awarded grant will establish a new Veteran Treatment Court (VTC) in the 18th Judicial District Court located in Sedgwick County over a 36-month period. These courts are specialized dockets that utilize therapeutic or problem-solving procedures to address underlying factors that may be contributing to a party's involvement in the criminal justice system, like mental illness or drug, alcohol, or other addiction. The increases are partially offset by a reduction of \$1.7 million from the Docket Fee fund.

The agency estimates 2,002.0 FTE positions in FY 2023, which is an increase of 2.0 FTE positions above the FY 2023 approved amount. The request deletes 20.0 FTE positions in the District and Appellate Courts and adds 21.0 FTE positions in information services and the Office of Judicial Administration.

The agency's revised estimate includes capital improvements including \$100,000 SGF for library stacks compact shelving and \$110,000 SGF for the agency's IT help desk. This is a reduction in capital improvements expenditures of \$190,000, or 47.5 percent, below the FY 2023 approved budget.

Pursuant to KSA 75-3721(f), the **Governor** is statutorily required to include the Judicial Branch's budget in The Governor's Budget Report as submitted by the agency. The Governor's recommendation includes \$184.8 million in expenditures, including \$172.5 SGF, and 2,002.0 FTE positions for the Judicial Branch in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 44 — Judicial Branch

The **agency** requests \$206.8 million in expenditures, including \$194.8 million SGF, and 2,007.0 FTE positions for FY 2024. This is an increase of \$22.1 million, or 11.9 percent, and 5.0 FTE positions above the agency's FY 2023 revised estimate.

The request includes \$9.4 million SGF in enhancement expenditures for salary increases for non-judicial employees in FY 2024. The increase provides an 8.5 percent salary increase for non-judicial employees and is designed to offset inflationary pressures. The amount of the increase is equal to the increase in the Consumer Price Index at the time of the budget submission.

There is an increase of \$680,505 SGF in enhancement expenditures and 5.0 FTE positions for additional staff for FY 2024. The agency notes that the expansion of technology services statewide has increased the need for additional cybersecurity protection.

There is an increase of \$6.9 million SGF in enhancement expenditures for judicial salary increases. The increase provides a 15.3 percent salary increase for judges for FY 2024. The agency notes that according to a July 1, 2022, judicial salary survey performed by the National Center for State Courts, Kansas district judge pay ranks 43rd out of 50 states before adjusting for cost of living.

In addition to the enhancement requests, the FY 2024 request includes an increase of \$5.1 million, including \$5.3 million SGF. The majority of the increase is in salaries and wages, including District Courts (\$4.1 million), Appellate Courts (\$157,182), Office of Judicial Administration (\$192,399), Information Services (\$99,277), and Judicial and Professional Review (\$6,632). The request also includes an increase of \$422,186 in contractual services. The agency indicates that due to limited information technology staff available, vendors may be necessary to assist with the modification or development of applications.

The agency request includes capital improvements expenditures, including \$300,000 SGF for office restructuring and \$50,000 SGF for the Judicial Branch Learning Center.

Pursuant to KSA 75-3721(f), the **Governor** is statutorily required to include the Judicial Branch's budget in 's Budget Report as submitted by the agency. The Governor's recommendation includes \$206.8 million in expenditures, including \$194.8 SGF, and 2,007.0 FTE positions for the Judicial Branch for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$16.3 million SGF for the agency's salary adjustment plan for FY 2024 and review at Omnibus.

Sec. 45 — Kansas Public Employees Retirement System

The **agency** requests \$65.9 million for FY 2024, including \$64.9 million from the Kansas Public Employees Retirement Fund. This represents an increase of \$2.0 million, or 3.2 percent, above the FY 2023 revised estimate. The majority of the increase is attributable to a \$1.4 million increase in expenditures from the Kansas Public Employees Retirement Fund for external investment management and consultant fees. The request decreases management fee estimates from \$33.9 million in FY 2023 to \$35.3 million for FY 2024.

The request also includes increases in a variety of other expenditures, including expenses for computer system maintenance agreements and repairs on computers and related equipment (\$332,432). The increase is also attributable to administrative expenses for the following programs: Investment (\$44,380), Deferred Compensation (\$13,979), and Death and Disability (\$21,066).

The agency also requests 98.4 FTE positions for FY 2024, which is the same as the FY 2023 revised estimate number.

The **Governor** concurs with the agency's request and recommends \$65.9 million for FY 2024, including \$64.9 million from the Kansas Public Employees Retirement Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 46 — Kansas Human Rights Commission

The agency submits a revised estimate of \$1,476,978, including \$1,096,480 SGF, and 23.0 FTE positions in FY 2023. This is an all funds decrease of \$71,510, or 4.6 percent, including no change to the SGF amount, from the amount approved by the 2022 Legislature. This decrease is specifically due to an estimated decrease in both federal funds and all other funds. Adjustments include:

- **EMPLOYMENT DISCRIMINATION FEDERAL FUND.** The agency estimates a decrease of \$53,539, or 12.5 percent, in federal funds below the amount approved by the 2022 Legislature. The agency contracts with the federal Equal Employment Opportunity Commission (EEOC) to resolve complaints dually filed with both Commissions. The proposed number of resolved complaints was downgraded by the EEOC in the latest contract, resulting in a lower amount of federal revenue for the agency.
- **EDUCATION AND TRAINING FUND.** The agency estimates a decrease of \$17,971, or 82.2 percent, in all other funds, below the amount approved by the 2022 Legislature. The Education and Training Fee Fund generates revenue primarily through registration fees for the agency's annual Employment Law Seminar. However, due to the COVID-19 pandemic, the agency is temporarily replacing the in-person seminar with a series of free webinars.

The Governor concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 47 — Kansas Human Rights Commission

The **agency** requests \$1,498,605, including \$1,074,268 SGF, and 23.0 FTE positions for FY 2024. This is an all funds increase of \$21,627, or 1.5 percent, including an SGF decrease of

\$22,212, or 2.0 percent, from the FY 2023 revised estimate. The overall increase is due to an estimated increase in both federal funds and all other funds. Adjustments include:

- **EMPLOYMENT DISCRIMINATION FEDERAL FUND.** The agency estimates an increase of \$24,801, or 6.6 percent, in federal funds, above the FY 2023 revised estimate. However, this is partially offset by the agency's prediction that the EEOC will downgrade the proposed number of resolved complaints in the federal fiscal year 2024 contract, meaning that expenditures from the EEOC account will outpace the revenue earned from the EEOC account for FY 2024.
- **EDUCATION AND TRAINING FUND.** The agency estimates an increase of \$19,038, or 489.2 percent, in all other funds, above the FY 2023 revised estimate. The increase is due to the agency's plan to resume the in-person annual Employment Law Seminar in FY 2024. Costs incurred for the event will include food for the registrants and audio-visual equipment for the seminar.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 48 — Kansas Corporation Commission

The **agency** requests \$46.3 million, all from special revenue funds, for FY 2024. This is an increase of \$11.2 million, or 32.0 percent, above the FY 2023 revised estimate. The largest increase above the FY 2023 revised estimate is in contractual services. Specifically, the agency requests \$9.9 million more in contractual services expenditures in FY 2024 when compared to FY 2023. Most of those increases are found in the agency's Conservation Program.

Like in FY 2023, the increase is in large part due to increasing planned expenditures totaling \$12.0 million from the Energy Community Revitalization Federal Grant Fund. This is an increase of \$7.0 million, or 140.0 percent, above the agency's revised FY 2023 estimate.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 49 — Citizens' Utility Ratepayer Board

The **agency** submits a revised estimate of \$1.4 million, all from the Utility Regulatory Fee Fund, and 9.0 FTE positions in FY 2023. This is an increase of \$147,440, or 12.0 percent, above the amount approved by the 2022 Legislature. The agency is authorized each year by language in the appropriations bill to carry over unspent funds for consultant services between fiscal years to ensure sufficient funds during years with a higher number of rate cases. The agency had a balance of \$147,440 in unspent money budgeted for professional services in FY 2022 that will be carried over into FY 2023.

The **Governor** concurs with the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 50 — Citizens' Utility Ratepayer Board

The **agency** requests \$1.2 million, all from the Utility Regulatory Fee Fund, and 9.0 FTE positions for FY 2024. This is a decrease of \$133,633, or 9.7 percent, below the agency's FY 2023 revised estimate. The decrease is due primarily to an expected decrease in expenditures for contractual services, primarily consulting services.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 51 — Department of Administration

The **agency** submits a revised estimate of \$243.0 million in on-budget expenditures and 99.5 on-budget FTE positions in FY 2023, including \$191.8 million SGF and \$36.1 million from ELARF. This represents an overall increase of \$10.6 million, or 4.3 percent, above the amount approved by the 2022 Legislature.

The increase is primarily attributable to an additional \$10.0 million in planned expenditures from the federal American Rescue Plan Act (ARPA) State Relief Fund for the **renovation of the Docking State Office Building**. State Finance Council Resolution 21-740 approved the renovation of Docking into a three-story building with office and meeting space. The Department of Administration estimated up to half of the \$120.0 million total project cost could be funded with federal moneys. Accordingly, the 2022 Legislature appropriated \$60.0 million SGF for the renovation, and this \$10.0 million reflects the beginning of federal funds for the project.

The revised estimate includes a request for \$18,795 in supplemental funding to provide a **5.0 percent salary increase to employees of the Long-Term Care Ombudsman (LTCO)**. For FY 2023, the LTCO has nine Regional Ombudsmen, one State Ombudsman, one Administrative Assistant, and three unclassified temporary positions. The request amount allocates \$15,235 for salary increases and \$3,560 for fringe benefits.

The revised estimate also includes \$92.0 million in off-budget expenditures and 374.3 off-budget FTE positions, which are categorized as such to avoid double counting payments from one state agency to another. In FY 2023, off-budget expenditures increase by \$1.6 million, or 1.8 percent, above the FY 2023 approved amount. The increase is primarily due to accounting and reporting services for other state agencies.

The **Governor** recommends \$242.8 million in on-budget expenditures and 99.5 on-budget FTE positions in FY 2023, including \$191.7 million SGF and \$36.1 million from ELARF. This represents an overall decrease of \$168,795, or less than 0.1 percent, below the agency's revised estimate.

The reduction is primarily due to the Governor not recommending adoption of the agency's supplemental request to provide a **5.0 percent salary increase to employees of the LTCO**. The Governor also recommends **lapsing \$150,000 SGF that was allocated for a potential gubernatorial transition**. The Division of the Budget is statutorily (per KSA 75-137) appropriated up to \$150,000 in fiscal years where a gubernatorial transition would occur. Absent such a transition, those funds remain unused and the Governor recommends lapsing it back to the SGF.

The Governor's recommendation also includes \$92.0 million in off-budget expenditures and 374.3 off-budget FTE positions, which is the same as the agency's revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2023

1. Delete the transfer of \$500.0 million from the SGF to the Budget Stabilization Fund in FY 2023.

Sec. 52 — Department of Administration

The **agency** requests \$216.4 million in on-budget expenditures and 101.5 on-budget FTE positions for FY 2024, including \$135.2 million SGF and \$36.1 million from ELARF. This represents an overall reduction of \$26.6 million, or 10.9 percent, below the agency's revised estimate in FY 2023.

The most significant change is attributable to a request for \$6.5 million SGF in enhancement funding for **deferred maintenance and upgrades to the State Printing Plant**, which houses both printing and central mail operations. Most of the Printing Plant's mechanical, electrical, plumbing, and fire protection systems are original to its construction in 1985 and are at, or past, median service life estimates. Examples of the impact the outdated system has on the agency's operational needs and goals include: (1) slowed production and increased waste caused by drastic changes in temperature and humidity, (2) needing to install a temporary HVAC system because the current system is unable to adequately cool new equipment, and (3) damage to paper inventories as well as long-term impacts on digital equipment caused by leaks in roofs and walls.

The agency also requests \$1.6 million SGF in enhancement funding to increase the total amount of **rehabilitation and repair funding for the Capitol Complex** to \$5.0 million. The agency indicates the increase is needed to keep facilities operating in an efficient and safe manner while accounting for the increasing cost of labor and materials and the continual aging of buildings. *Absent the enhancement*, the agency has budgeted \$3.4 million for rehabilitation and repair.

The request includes \$18,795 SGF in enhancement funding to continue the **5.0 percent salary increase to employees of the LTCO**. This is the same as the amount requested in FY 2023. The requested amount allocates \$15,235 for salary increases and \$3,560 for fringe benefits.

The request also includes \$40.0 million in expenditures from the ARPA State Relief Fund for planned expenditures for the **renovation of the Docking State Office Building**. This

represents an overall decrease of \$30.0 million below FY 2023, including a reduction of \$60.0 million SGF and an increase of \$30.0 million from the federal ARPA State Relief Fund.

The agency request also includes \$93.1 million in off-budget expenditures and 374.3 off-budget FTE positions, which are categorized as such to avoid double counting payments from one state agency to another. For FY 2024, off-budget expenditures increase by \$1.1 million, or 1.2 percent, above the FY 2023 revised estimate. The increase is primarily due to an increase in claims filed with the Office of the State Employee Health Benefits Plan (\$841,526) and increases in employer contribution expenditures for group health insurance (\$298,930).

The **Governor** recommends \$218.9 million in on-budget expenditures and 111.5 on-budget FTE positions for FY 2024, including \$137.2 million SGF and \$36.1 million from ELARF. This represents an overall increase of \$2.5 million, or 1.1 percent, above the agency request. The increase is due to the Governor's recommendation to **establish a Division of Policy within the Division of the Budget** (\$1.5 million and 10.0 FTE positions), **conduct a state workforce study** (\$500,000), and for **employee engagement activities** (\$500,000). The increase is partially offset by the Governor's recommendation not to adopt the enhancement request for a 5.0 percent salary increase to employees of the LTCO (\$18,795 decrease).

The Governor's recommendation also includes \$93.1 million in off-budget expenditures and 374.3 off-budget FTE positions, which is the same as the agency request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete \$1.5 million SGF and 10.0 FTE positions for FY 2024 to not adopt the Governor's recommendation to establish a Division of Policy within the Division of the Budget.

Sec. 53 — Office of Information and Technology Services

The **agency** submits a revised estimate of \$4.3 million, including \$4.3 million SGF, for on- budget expenditures in FY 2023. The revised estimate is the same as the FY 2023 approved amount. Included in this amount is \$60,000 in expenditures from the GIS Contracting Services Fund to support state geographic information systems for the user community in Kansas.

The agency's revised estimate also includes \$57.4 million in off-budget expenditures, all from special revenue funds, which is an increase of \$5.5 million, or 10.6 percent, above the FY 2023 approved amount. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The increase can primarily be attributed to expenditures for software, services, and equipment purchased on behalf of other state agencies (\$6.5 million), the relocation to the Capitol Complex (\$1.0 million), license costs for new software utilized in the Hosted Services Program (\$225,000), renewal of licenses for Cisco and Info Block Maintenance (\$175,000), increased expenditures for temporary professional services within the Client Services program (\$150,000), one-time purchases of Cisco desk phones (\$150,000), and increased expenditures for various vendor maintenance services including, Cisco Smartnet, Hewlett Packard, and ConvergeOne. (\$100,000).

The increase is partially offset by a decrease in the Business Productivity program due to the agency shifting more of the costs associated with Microsoft licensing to the Direct Billed Services Program to better align their costs and revenues (\$1.9 million), and reduced services fees related to the Unysis data center (\$800,000). The revised estimate also includes 117.0 off-budget FTE positions for FY 2023, which is the same as the FY 2023 approved number.

The **Governor** concurs with the agency request in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 54 — Office of Information and Technology Services

The **agency** requests \$15.8 million, including \$15.8 million SGF, which is an SGF increase of \$11.5 million, or 266.8 percent, above the FY 2023 revised estimate for on-budget expenditures for FY 2024. The increase is attributed to the agency's enhancement request to replace off-budget special revenue funding for the Kansas Information Security Office (KISO) and further expand KISO's capabilities. The request includes funding for cybersecurity training and a statewide cybersecurity posture assessment (\$6.9 million); salaries and wages to support current and additional Information Security Officers (ISOs), security engineers, security analysts, and staff to assist with collaboration and partnership with entities such as local governments on cybersecurity endeavors (\$4.5 million); and the purchase of equipment to improve the base level of security on networks (\$166,840).

The request includes 36.0 on-budget FTE positions for FY 2024, which is an increase of 36.0 FTE positions above the FY 2023 revised estimate. (Staff Note: 18.0 FTE positions are funded from off-budget special revenue funds in the FY 2023 revised estimate, 6.0 FTE positions are new ISOs, 8.0 FTE positions are cybersecurity support staff, and 4.0 FTE positions are general support staff.)

The FY 2024 request also includes \$51.2 million in off-budget expenditures, all from special revenue funds, which is a decrease of \$6.2 million, or 10.8 percent, below the FY 2023 revised estimate. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The decrease can primarily be attributed to the agency's request to fully fund the KISO from on-budget SGF moneys, instead of off-budget sources (\$5.2 million), and the elimination of a one-time expenditure for relocation of OITS to the Capitol Complex (\$1.0 million) The request includes 99.0 off-budget FTE positions for FY 2024, which is a decrease of 18.0 FTE positions below the FY 2023 revised estimate.

The **Governor** recommends expenditures of \$10.1 million, all SGF, for on-budget expenditures for FY 2024. The recommendation is an SGF decrease of \$5.8 million, or 36.4 percent, below the FY 2024 agency request. The decrease is attributable to the Governor recommending partial adoption of the agency's enhancement request for new and ongoing cybersecurity activities, and not recommending the portion of the request that would have changed the funding source for the Kansas Information Security Office (KISO) from off-budget special revenue funds to SGF moneys. The recommendation includes 9.0 on-budget FTE positions for FY 2024, which is an increase of 9.0 FTE positions above the FY 2023 revised estimate.

For FY 2024, the Governor's recommendation also includes \$56.4 million in off-budget special revenue fund expenditures. The recommendation is an increase of \$5.2 million, or 10.2 percent, above the FY 2024 agency request. The increase is attributable to the Governor partially adopting the agency's enhancement request, and replacing a portion of the SGF moneys requested for KISO operations with off-budget special revenue funds. The recommendation includes 117.0 off-budget FTE positions for FY 2024, which is the same as the FY 2023 revised estimate number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 55 — Kansas Information Security Office

The **agency** requests FY 2024 Kansas Information Security Office (KISO) program expenditures of \$11.5 million, all SGF. The request is an all funds increase of \$6.3 million, or 120.0 percent, above the FY 2023 revised estimate. The increase can be attributed to the agency's FY 2024 enhancement requests to shift the KISO's funding from off-budget special revenue funds to SGF (\$5.2 million) and add additional capacity to improve the State's cybersecurity posture with additional agency Information Security Officers (ISOs), additional cybersecurity professionals, expanded training, and outreach (\$6.3 million). The KISO program request also includes 36.0 FTE positions for FY 2024, which is an increase of 18.0 FTE positions above the FY 2023 revised estimate. Included in the 18.0 FTE positions are 6.0 new ISOs, 8.0 cybersecurity analysts and engineers, and 4.0 collaboration and support staff. Note: This is a net increase of 18.0 new FTE positions. The agency requests funding for the KISO's current 18.0 FTE positions with on-budget SGF moneys. Historically, these positions have been funded using off-budget moneys.

The **Governor** recommends FY 2024 KISO expenditures of \$11.0 million, including \$5.8 million SGF. The recommendation includes \$5.2 million in off-budget expenditures, which are categorized as such to avoid double counting payments from other state agencies. The recommendation is an all funds decrease of \$517,840, or 4.5 percent, below the agency FY 2024 request. The decrease is attributable to the Governor's partial adoption of the agency cybersecurity enhancement request. The recommendation also includes 27.0 FTE positions for FY 2024, 9.0 of which are funded with SGF moneys, which is a decrease of 9.0 FTE positions below the FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 56 — Office of Administrative Hearings

The **agency** requests \$1.7 million, all from the Administrative Hearings Office Fund, in expenditures and 14.0 FTE positions for FY 2024. This is an increase of \$14,793, or 0.9 percent, above the FY 2023 revised estimate. This is primarily attributable to the agency's enhancement request for a 5.0 percent salary increase for Administrative Law Judges (\$32,915). According to the agency, this increase would increase the recruitment and retention of highly qualified Administrative Law Judges, and continue efficient, fair, and impartial hearings. The increase is partially offset by reductions for postage, communications, and job-related training.

The **Governor** recommends expenditures of \$1.7 million, all from the Administrative Office Hearings Fund, and 14.0 FTE positions for FY 2024. This is a decrease of \$32,915, or 1.1 percent, below the agency's FY 2024 revised estimate. The decrease is due to the Governor not recommending the agency's enhancement request for a salary increase for Administrative Law Judges for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 57 — Board of Tax Appeals

The **agency** requests a revised estimate of \$2.2 million, including \$993,259 SGF, in expenditures and 16.0 FTE positions in FY 2023. This is an all funds increase of \$71,860, or 3.4 percent. The increase is entirely SGF, which is an increase of 7.8 percent above the agency's FY 2023 approved SGF amount. This increase is primarily attributable to two supplemental requests to upgrade computer equipment (\$27,800) and migrate applications to a cloud-based storage environment (\$44,060).

The **Governor** recommends revised expenditures of \$2.8 million, including \$1.6 million SGF, in FY 2023. This is an SGF increase of \$590,000, or 27.3 percent, above the FY 2023 revised estimate. The increase is attributable to the agency's IT modernization initiative, submitted to the SPARK Taskforce. The initiative would upgrade the hearing room to offer a remote hearing option, upgrade the agency website, offer electronic form and fee payment options, and make other updates to the filing and case management system. The Governor recommends adding language to lapse \$590,000 SGF if moneys from the federal ARPA Fund are available in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 58 — Board of Tax Appeals

The **agency** requests \$2.2 million, including \$1.0 million SGF, in expenditures and 16.0 FTE positions for FY 2024. This is an all funds increase of \$11,013, or 0.5 percent, and an SGF increase of \$25,777, or 2.6 percent, above the agency's FY 2023 revised estimate. This increase is primarily attributable to employer contributions for group health insurance and slightly offset by decreased expenditures for recruitment services.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 59 — Kansas Department of Revenue

The **agency** requests a revised estimate of \$114.0 million, including \$15.4 million SGF, in expenditures and 1,057.2 FTE positions in FY 2023. The revised estimate is an all funds increase of \$3.2 million, or 2.9 percent, above the FY 2023 approved amount. The increase is

primarily attributable to an increase in state aid to local governments (\$2.6 million), including an increase in the transfer from the Special County Mineral Production Tax Fund (\$2.2 million).

The **Governor** concurs with the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 60 — Kansas Department of Revenue

The **agency** requests \$138.9 million, including \$16.0 million SGF, in expenditures and 1,057.2 FTE positions for FY 2024. This is an all funds increase of \$24.8 million, or 21.8 percent, including an SGF increase of \$605,437, or 3.9 percent, above the agency's FY 2023 revised estimate. The increase is attributable to an enhancement request for complete replacement of the standard license plate design (\$25.3 million).

The **Governor** recommends FY 2024 expenditures of \$126.3 million, including \$16.0 million SGF. This is an all funds decrease of \$12.7 million, or 9.1 percent, below the agency's FY 2024 request. This decrease is primarily attributable to not recommending the agency's enhancement request in full.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete the transfer from the State Highway Fund to the License Plate Replacement Fund by \$2.9 million for FY 2024 and review at Omnibus. This adjustment leaves \$9.8 million for license plate replacement for FY 2024.

Sec. 61 — Kansas Lottery

The **agency** submits a revised estimate of \$399.4 million, all from special revenue funds, in expenditures and 95.0 FTE positions in FY 2023. This is an increase of \$17.7 million, or 4.6 percent, above the FY 2023 approved amount. The majority of the increase is for the Sports Wagering Management Fee based on 90.0 percent of net sports wagering revenue (\$16.2 million). The agency added \$912,000 for adjusted consensus revenue estimates for the expanded lottery act revenues fund, and \$250,000 for a revised estimate for vendor fees for regular lottery ticket sales. The agency also made operating adjustments totaling \$314,196 for salaries and vehicle replacements.

The **Governor** recommends expenditures of \$399.0 million, all from special revenue funds, for FY 2023. This is a decrease of \$408,959, or less than 0.1 percent, below the agency's FY 2023 revised estimate. The decrease is entirely due to the decrease of salaries and wages and reduced funding for vacant positions to more accurately reflect the agency's actual expenditures. The recommendation includes 95.0 FTE positions, which is the same as the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 62 — Kansas Lottery

The **agency** requests \$439.6 million, all from special revenue funds, in expenditures and 95.0 FTE positions for FY 2024. This is an increase of \$40.2 million, or 10.1 percent, above the FY 2023 revised estimate. The majority of the increase is for the sports wagering management fees \$37.8 million and a revised expanded lottery gaming estimate (\$2.1 million). The request also makes operating adjustments totaling \$276,643; including \$239,823 for salaries and wages.

The **Governor** recommends expenditures of \$439.0 million, all from special revenue funds, in expenditures and 95.0 FTE positions for FY 2024. This is a decrease of \$660,891, or 0.2 percent, below the agency's FY 2024 revised estimate. The recommendation deletes a requested 3.0 percent salary adjustment (\$252,570), and reduces salaries to more accurately reflect filled positions (\$408,321). The recommendation includes 95.0 FTE positions, which is the same as the agency request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 63 — Kansas Racing and Gaming Commission

The **agency** requests \$11.7 million, all from special revenue funds, for FY 2024. This is an increase of \$598,117, or 5.4 percent, above the FY 2023 revised estimate. The increase is primarily attributable to the continued request for funding of 13.0 FTE positions to regulate historical horse racing machines (\$483,283). This amount includes expenditures for salaries and wages (\$415,283), contractual services (\$160,000), and commodities (\$8,000), and is partially offset by a decrease in capital outlay expenditures (\$100,000).

The **Governor** recommends \$10.4 million, all from special revenue funds, and 107.5 FTE positions in FY 2023. This is a decrease of \$1.4 million, or 11.7 percent, and 13.0 FTE positions below the agency's FY 2024 request. The funding and FTE position decreases are due to the Governor not recommending the agency's historical horse racing enhancement request for FY 2024.

The Governor's recommendation includes the addition of language that would allow the Racing Operations Program to charge parimutuel licensees the initial start-up costs and regulation costs for this industry in the event that any parimutuel racetracks are reopened for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 64 — Kansas Department of Commerce

The **agency** requests \$154.7 million, including \$126,616 SGF, and 322.0 FTE positions for FY 2024. This is a decrease of \$73.6 million, or 32.2 percent, including a decrease of \$24.8 million SGF, or 99.5 percent, below the FY 2023 revised estimate. This decrease is primarily attributable to the elimination of the federal State Small Business Credit Initiative funds (\$21.0 million), the final payment of the Investments in Major Projects and Comprehensive Training (IMPACT) program bonds, and reductions in the Job Creation Program Fund (\$16.3 million).

This is partially offset by 13 enhancement requests, totaling \$14.0 million and the addition of 11.0 FTE positions.

The **Governor** recommends FY 2024 expenditures of \$178.3 million, including \$26.4 million SGF, and 319.0 FTE positions for FY 2024. This is an increase of \$23.7 million, or 15.3 percent, including an increase of \$26.3 million SGF, above the agency's FY 2023 revised estimate. The increase is primarily attributable to expenditures for the Housing Revolving Loan Program (\$20.0 million) through the Kansas Housing Resources Corporation, which in addition to funding approved for rural housing last year, will be available to assist with workforce housing needs throughout the state and for the APEX Program (\$6.3 million). The increase is partially offset by the Governor's recommendation to not approve five of the agency's enhancement requests (\$3.6 million).

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$1.2 million, all from the EDIF, and 3.0 FTE positions for the International Division for FY 2024 and review at Omnibus.
2. Delete \$1.0 million, all from the EDIF, for the Early Childhood Education and Care Initiative for FY 2024 and review at Omnibus.
3. Delete \$500,000, all from the EDIF, for the Kansas Creative Arts Industries Commission for FY 2024 and review at Omnibus.
4. Delete \$500,000, all from the EDIF, and 2.0 FTE positions for Salesforce data development for FY 2024 and review at Omnibus.
5. Delete \$279,500, all from the EDIF, and 2.0 FTE positions for the Research Division for FY 2024 and review at Omnibus.
6. Delete \$150,000, all from the EDIF, for the Murals and Public Arts Initiative within the Office of Rural Prosperity for FY 2024 and review at Omnibus.

Sec. 65 — Kansas Housing Resources Corporation

The Kansas Housing Resources Corporation is a quasi-governmental entity which administers the State Housing Trust Fund. All expenditures from the State Housing Trust Fund shall be made by the Kansas Housing Resources Corporation for the purposes of administering and supporting housing programs of the Kansas housing resources corporation. The State Housing Trust Fund is funded by a \$2.0 million annual transfer from the Economic Development Initiatives Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 66 — Kansas Department of Labor

The **agency** submits a revised estimate of \$233.3 million in on-budget expenditures and 442.3 on-budget FTE positions in FY 2023, including \$30.3 million SGF, \$138.8 million from the UI Trust Fund, and \$34.0 million from federal funds. The revised estimate represents an increase of \$14.8 million, or 6.8 percent, above the amount approved by the 2022 Legislature. The revised estimate includes seven supplemental requests, totaling \$25.6 million in additional spending. The largest request is for **\$16.5 million SGF to support continued Pandemic Unemployment Assistance (PUA) operations** in FY 2023. The agency indicates this funding would allow it to repay the U.S. Department of Labor for an overage of PUA costs and continue to work through its backlog of pandemic program claims throughout the unemployment process, including adjudications and appeals.

The agency also requests **\$3.0 million SGF for the unfunded portion of the UI modernization project** in FY 2023. The agency estimates the cost for modernization to be \$17.9 million in FY 2023, \$14.9 million of which is currently funded. Project tasks scheduled for FY 2023 include developing a requirements management tool, system design, system build and configuration, system testing, and data migration.

Additionally, the revised estimate also includes **\$3.9 million SGF for UI program positions** in FY 2023. These positions were established to address the backlog resulting from the COVID-19 pandemic, and the agency indicates other funding sources are not currently available to be allocated for these positions. This funding would support UI program operations as some existing personnel are diverted to the UI modernization project. This funding also provides salary increases to certain positions that the agency has found to be inequitable compared to other positions.

Lastly, the agency requests **\$1.5 million SGF to repay overpayment of unemployment benefits owed to the Federal Emergency Management Agency (FEMA) for the Lost Wages Assistance (LWA) Program** in FY 2023. The LWA Program allowed states to provide up to \$400 in additional weekly unemployment benefits to eligible claimants. Of that amount, \$300 was funded through a \$44.0 billion allocation from the FEMA Disaster Relief Fund. Repayment of overpaid benefits is a requirement of the FEMA grant.

The FY 2023 revised estimate also includes \$378,516 in off-budget expenditures and 2.9 off-budget FTE positions, which are categorized as such to avoid double counting payments from one state agency to another. In FY 2023, off-budget expenditures decrease by \$110,968, or 22.7 percent, below the approved amount.

The **Governor** recommends \$228.2 million in on-budget expenditures and 445.2 on-budget FTE positions in FY 2023, including \$25.2 million SGF, \$138.8 million from the UI Trust Fund, and \$34.0 million from federal funds. The recommendation is a decrease of \$5.1 million, or 2.2 percent, below the agency's revised estimate and is primarily due to **the Governor's recommendation not to adopt the following supplemental requests**: increased funding for UI program personnel (\$3.9 million SGF), additional law enforcement personnel (\$422,786 SGF), salary increases for the IT department (\$211,224 SGF), funding to repay overpayment of unemployment benefits (\$1.5 million SGF), and funding to support continued PUA operations (\$16.5 million SGF).

The decrease is partially offset by the Governor's recommendation for **\$20.5 million SGF in one-time expenditures for the unfunded portion of the UI modernization project** in FY 2023, instead of the agency request of \$3.0 million SGF in FY 2023 and \$10.0 million SGF for FY 2024. In total, the Governor recommends \$7.5 million SGF more than the amount requested by the agency. The Governor also recommends lapsing up to \$20.5 million SGF if federal funding, in excess of federal funds currently encumbered for the project, are available.

The recommendation also includes \$378,516 in off-budget expenditures and 2.9 off-budget FTE positions, which is the same as the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 67 — Kansas Department of Labor

The **agency** requests \$197.5 million in on-budget expenditures and 443.2 on-budget FTE positions for FY 2024, including \$22.1 million SGF, \$137.6 million from the UI Trust Fund, and \$17.5 million from federal funds. This represents a decrease of \$35.8 million, or 15.4 percent, below the revised estimate in FY 2023. The request includes enhancement funding for five items, totaling \$17.3 million in additional spending. The largest request is for **\$10.0 million SGF for the unfunded portion of the UI modernization project** for FY 2024. This is an increase of \$7.0 million SGF above the amount requested for the same purpose in FY 2023. The agency estimates the cost for modernization to be \$16.3 million for FY 2024, \$6.3 million of which is currently funded. Project tasks scheduled for FY 2024 include user acceptance testing, end-to-end testing, training, and go-live operations.

The agency also requests **\$6.7 million SGF for UI program positions** for FY 2024. This is an increase of \$2.8 million SGF above the amount requested for the same purpose in FY 2023. These positions were established to address the backlog resulting from the COVID-19 pandemic, and the agency indicates other funding sources are not currently available to be allocated for these positions. This funding would support UI program operations as some existing personnel are diverted to the UI modernization project. This funding also provides salary increases to certain positions that the agency has found to be inequitable compared to other positions.

The request also includes \$418,262 in off-budget expenditures and 2.9 off-budget FTE positions, which are categorized as such to avoid double counting payments from one state agency to another. For FY 2024, off-budget expenditures increase by \$39,746, or 10.5 percent, above the revised estimate in FY 2023.

The **Governor** recommends \$180.2 million in on-budget expenditures and 443.3 on-budget FTE positions for FY 2024, including \$4.8 million SGF, \$137.6 million from the UI Trust Fund, and \$34.0 million from federal funds. The recommendation is a decrease of \$17.3 million, or 78.4 percent, below the agency request and is primarily due to **funding the unfunded portion of the UI modernization project in FY 2023 instead of FY 2024** (\$10.0 million SGF). The decrease is also due to **the Governor's recommendation not to adopt the following enhancement requests**: increased funding for UI program personnel (\$6.7 million SGF), additional law enforcement personnel (\$404,656 SGF), and salary increases for the IT department (\$211,224 SGF).

The recommendation also includes \$418,262 in off-budget expenditures and 2.9 off-budget FTE positions, which is the same as the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 68 — Kansas Commission on Veterans Affairs Office

The agency submits a revised estimate of \$31.9 million, including \$12.2 million SGF, in FY 2023. This is an increase of \$4.0 million overall, or 14.4 percent, including an SGF increase of \$1.1 million, or 10.0 percent, above the FY 2023 approved amount. Significant items in the agency estimate include the following:

- **SUPPLEMENTAL–KVH SALARIES AND WAGES.** The agency's supplemental request for FY 2023 is for an increase of \$1,116,630 SGF to reduce shrinkage rates at the KVH. Per the agency, the KVH continues to operate periodically in a COVID-19 environment, which requires increases in staffing and overtime to accommodate COVID-19 wings and short-term staffing shortfalls.
- **COMMODITIES.** The agency request includes an increase in commodities of \$433,073, or 28.8 percent, for FY 2023. This is mainly due to a large increase in food (\$277,513); other professional, scientific supplies and materials (\$87,637); and drugs and pharmaceuticals (\$52,758) at the KVH.
- **CAPITAL OUTLAY.** The agency request includes an increase in capital outlay of \$297,348, or 95.6 percent, for FY 2023. This is mainly for the purchase of trucks (\$81,219), road and highway machinery and equipment (\$56,433), and additional software (\$73,811) at the KSH.
- **CAPITAL IMPROVEMENTS.** The agency request includes a revised estimate of \$3.4 million, including \$238,900 SGF, in FY 2023. This includes \$2.0 million in reappropriated funds from FY 2022.

The **agency** estimate also includes 375.0 FTE positions, which is the same as the approved amount for FY 2023.

The **Governor** recommends \$32.2 million, including \$11.7 million SGF, in FY 2023. This is an all funds increase of \$296,587, or 0.9 percent, and a decrease of \$552,580 SGF, from the agency's FY 2023 revised estimate. Significant items in the Governor's recommendation include the following:

- **KVH SALARIES AND WAGES.** The Governor's recommendation includes a supplement of \$500,000 SGF for supplemental salary and wages at the KVH, for a total of \$9.7 million for salaries and wages for the KVH. This is a decrease of \$616,630, or 6.0 percent, below the agency's supplemental request for FY 2023.
- **CAPITAL OUTLAY.** The Governor's recommendation includes \$672,336 SGF for capital outlay, which is an increase of \$64,040, or 10.5 percent, above the agency's

FY 2023 revised estimate. The additional \$64,040 is for the purchase of two vehicles.

- **CAPITAL IMPROVEMENTS.** The Governor's recommendation includes \$4.3 million for capital improvements, which is an increase of \$849,167 SIBF, or 43.5 percent, above the agency's FY 2023 revised estimate. The increase is to pay for the architect/design fees for the new northeast Kansas veterans' home.

The **Governor's** recommendation also includes 375.0 FTE positions, which is the same as the agency's FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2023

1. Add \$150,000 SGF for the Veterans Claims Assistance Program in FY 2023.

Sec. 69 — Kansas Commission on Veterans Affairs Office

The **agency** requests \$35.1 million, including \$14.8 million SGF, in expenditures for FY 2024. This is an increase of \$3.1 million overall, or 9.8 percent, including an SGF increase of \$2.6 million, or 21.3 percent, above the FY 2023 revised estimate. Significant items in the agency estimate include the following:

- **ENHANCEMENT—SALARIES AND WAGES.** The agency's enhancement requests regarding salaries for FY 2024 is for an increase of \$2.6 million SGF. Per the agency, this will help cover projected staff growth at KSH and KVH, as well as the current salaries within the Kansas Veterans' Cemetery program. Based on census and acuity levels, the optimal FTE positions for both programs will rise as well. The agency expects to be able to fill 11.0 FTE positions at KVH and 4.0 FTE positions at KSH in FY 2024, and this enhancement helps cover those salaries and wages.
- **ENHANCEMENT—CEMETERIES PROJECTS.** The agency's enhancement requests also include six enhancement projects for the Kansas Veterans' Cemetery program for a total increase of \$1.4 million SGF. These projects include a Scattering Garden Wall at Fort Dodge (\$35,000), an expansion project on the Columbarium Wall at Fort Dodge (\$1.3 million), storage building and fence maintenance at Fort Dodge (\$192,696), and adding doors to committal shelters at Fort Dodge and WaKeeney (\$90,000).
- **CAPITAL IMPROVEMENTS.** The agency request includes a revised estimate of \$4.3 million, including \$1.6 million SGF, in FY 2024. This is an increase of \$845,753, or 24.7 percent, from the FY 2023 revised estimate.

The **agency** estimate also includes 375.0 FTE positions, which is the same number as in the FY 2023 revised estimate.

The **Governor** recommends \$50.2 million, including \$13.4 million SGF, for FY 2024. This is an all funds increase of \$15.1 million, or 43.2 percent, and an SGF decrease of \$1.5 million, or 10.0 percent, from the agency's request for FY 2024. Significant items in the Governor's recommendation include the following:

- **SALARIES AND WAGES.** The Governor partially adopts the agency's enhancements for salaries and wages. The Governor's recommendation includes \$2.4 million for the agency's requests for salary shortfalls for KSH and KVH.
- **CAPITAL IMPROVEMENTS.** The Governor's recommendation includes \$19.5 million for capital improvements, which is a decrease of \$1.4 million SGF and an increase of \$16.6 million SIBF, or 43.5 percent, above the agency's request for FY 2024 revised estimate. The Governor's recommendation includes \$16.4 million SIBF to pay for the state's portion of the new northeast Kansas veterans' home. The Governor also recommends the following three projects: adding doors to committal shelters at Fort Dodge and WaKeeney (\$90,000 SGF), storage building and fence maintenance at Fort Dodge (\$192,696 SGF), and emergency repairs and maintenance for the four agency cemeteries (\$28,980 SGF). The Governor's recommendation does not include the other capital improvement enhancements.
- **ADDITIONAL STAFF.** The Governor's recommendation includes \$62,328 SGF for an additional 1.0 FTE senior administrative assistant for the agency.

The **Governor's** recommendation also includes 376.0 FTE positions, which is 1.0 more than the agency's request for FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$62,328 SGF and 1.0 FTE position for a senior administrative assistant for FY 2024.
2. Delete \$44,000 SGF for additional travel expenses for FY 2024.
3. Add \$150,000 SGF for the Veterans Claims Assistance Program for FY 2024.

Sec. 70 — Kansas Department of Health and Environment – Division of Public Health

The **agency** requests Division of Public Health expenditures of \$209.0 million, including \$38.6 million SGF, for FY 2024. This is an all funds decrease of \$65.0 million, or 23.7 percent, including an SGF increase of \$1.2 million, or 3.1 percent, from the FY 2023 revised estimate. The all funds increase is largely due to one-time expenditures for child care worker bonuses in FY 2023 that are not budgeted for in FY 2024 and a reduction in Federal Funds associated with public health grants. The SGF increase is due to the agency's enhancement requests totaling \$4.5 million SGF.

The **Governor** recommends FY 2024 Division of Public Health expenditures totaling \$209.1 million, including \$38.7 million SGF. This is an increase of \$178,642, including an SGF

increase of \$152,910, above the agency's FY 2024 request. The increase is largely due to the Governor's recommendation to add \$2.5 million for a Child Care Pilot Project, \$1.5 million for Tiny-K vision services, and \$25,732 for the SIDS Network. These increases are partially offset by the Governor not recommending the agency's enhancement requests for county public health data, local public health program, Stan Clark Pregnancy Maintenance program, statewide psychiatric program, and the recommendation to only partially fund the agency's enhancement request for health facility surveillance.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$500,000 SGF to fund Project Access and Wy Jo Care for FY 2024. These programs coordinate donated healthcare to provide care for low income, uninsured individuals.
2. Delete \$100,000 SGF in funding to local health departments using the statutory distribution formula contained in KSA 65-242 for FY 2024.
3. Delete \$260,000 SGF for a salary adjustment plan in the Health Facility Surveillance program for FY 2024 and review at Omnibus

Sec. 71 — Kansas Department of Health and Environment – Division of Health Care Finance

The **agency** submits a Division of Health Care Finance revised estimate of \$3.3 billion, including \$878.9 million SGF, in FY 2023. This is an all funds decrease of \$11.2 million, or 0.3 percent, including an SGF increase of \$112,371, or less than 0.1 percent, from the amount approved by the 2022 Legislature. The SGF increase includes \$1.5 million due to the agency's supplemental requests as listed above. The all funds decrease is largely due to decreased expenditures on salaries and wages due to unfilled positions the agency is attempting to fill, and decreased expenditures from fee funds for the state share of the Children's Health Insurance Program (CHIP). These decreases were partially offset by increased expenditures for contractual services associated with Gainwell, the agency's fiscal agent and Conduent, the agency's eligibility contractor.

The **Governor** recommends FY 2023 Division of Health Care Finance expenditures totaling \$3.6 billion, including \$720.0 million SGF. This is an increase of \$265.4 million from all funds, including a decrease of \$159.0 million SGF, from the agency's FY 2023 revised estimate, largely due to adjustments to the human services caseloads.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 72 — Kansas Department of Health and Environment – Division of Health Care Finance

The **agency** requests Division of Health Care Finance expenditures of \$3.3 billion, including \$808.2 million SGF, for FY 2024. This is an all funds decrease of \$49.4 million, or less

than 0.1 percent, including an SGF decrease of \$70.6 million, or 8.0 percent, below the FY 2023 revised estimate. The decrease in SGF expenditures for FY 2024 is largely due to funds that were reappropriated from FY 2022 into FY 2023 that are not budgeted to reoccur in FY 2024. Also contributing to the SGF decrease is a \$9.1 million dollar supplement provided to the agency by the 2022 Legislature. These funds were used for the state match to support the Kansas Modular Medicaid System (KMMS) while KMMS awaited certification by the federal Centers for Medicare and Medicaid Services (CMS). The certification process is now complete and additional SGF moneys are no longer needed. The all funds decrease was partially offset by increased contractual fees for Gainwell, the agency's fiscal agent and Conduent, the agency's eligibility contractor.

The **Governor** recommends FY 2024 Division of Health Care Finance expenditures totaling \$4.2 billion, including \$701.6 million SGF. This is an increase of \$885.8 million from all funds, including a decrease of \$106.6 million SGF, from the agency's FY 2024 request. The all fund increase and SGF decrease are due to adjustments to fully fund the fall 2022 human services caseload estimates and the addition of funding to expand Medicaid Eligibility.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$671.4 million, including the addition of \$71.5 million SGF, to remove funding for Medicaid Expansion for FY 2024. The all funds deletion includes \$703.4 million from federal funds and \$39.4 million from special revenue funds.
2. Add \$6.6 million, including \$2.6 million SGF, to increase the Medicaid physician fee schedule by 3.0 percent for FY 2024.
3. Add \$4.3 million, including \$1.7 SGF, to increase emergency medical service ground ambulance rates to 75.0 percent of the Medicare rate and increase air ambulance rates to 100.0 percent of the Medicare rate for FY 2024.
4. Add \$1.2 million, including \$482,880 SGF, to extend Medicaid adult dental coverage to include dentures and partials for FY 2024.
5. Delete \$16,502, including \$8,251 SGF, for the agency's salary adjustment plan that provides a 2.5 percent salary increase for 11.0 FTE positions in the Medicaid program for FY 2024 and review at Omnibus.

Sec. 73 — Kansas Department of Health and Environment – Division of Environment

The **agency** requests Division of Environment FY 2024 expenditures of \$177.4 million, including \$34.4 million SGF. This is an all funds increase of \$24.0 million, or 15.6 percent, including an SGF decrease of \$2.4 million, or 6.6 percent, from the Division's FY 2023 revised estimate. The all funds increase is due to agency enhancements for Local Environmental Protection, Stream trash removal, Small town infrastructure, and laboratory equipment. These were offset by a decrease of \$32.5 million SGF for one- time expenditures that were included in the FY 2023 revised estimate and not included in the FY 2024 request. The FY 2024 request includes an increase of \$30.9 million in federal funds for laboratory construction in FY 2024.

The **Governor** recommends FY 2024 Division of Environment expenditures totaling \$147.4 million, including \$4.4 million SGF. This is a decrease of \$30.0 million, all SGF, below the agency's FY 2024 request. This decrease is due to the Governor not recommending the agency's enhancement request for small town infrastructure assistance. The Governor did recommend funding the agency's enhancement requests for Stream trash removal, local environment protection program, and replacement laboratory equipment.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 74 — Kansas Department for Aging and Disability Services

The **agency** submits a revised estimate of \$2.7 billion, including \$1.1 billion SGF, and 362.3 FTE positions in FY 2023. This is an all funds decrease of \$161.9 million, or 5.7 percent, including a decrease of \$83.7 million SGF, or 6.9 percent, below the FY 2023 approved amount. Significant items in the agency's estimate include the following:

- **LAPSED REAPPROPRIATIONS.** The agency's revised estimate includes a supplemental request to lapse \$164.1 million from all funds, including \$63.3 million SGF, that were reappropriated from FY 2022. The reappropriated funds were budgeted for human services caseloads, and the agency requests lapsing the Medicaid caseloads reappropriations, as the need for these funds will be reassessed during the human services consensus caseloads process.

The **Governor** recommends expenditures of \$2.8 billion, including \$1.2 billion SGF, in FY 2023. This is an all funds increase of \$149.6 million, including an SGF increase of \$18.5 million, above the agency's revised estimate in FY 2023. The Governor's recommendation also includes 362.3 FTE positions, which is unchanged from the agency's FY 2023 revised estimate.

- **FALL 2022 CASELOADS ADJUSTMENT.** The Governor recommends the addition of \$149.6 million, including \$18.5 million SGF, in FY 2023, to reflect the fall 2022 human services consensus caseloads estimate. Compared to the FY 2023 approved amount, the fall 2022 consensus caseloads estimate for KDADS is an all funds decrease of \$14.5 million, including a decrease of \$44.8 million SGF. The SGF decrease below the FY 2023 approved amount is primarily due to the extension of the Public Health Emergency (PHE) for three quarters of FY 2023, compared to one quarter reflected in the approved amount in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 74 — State Institutions for Intellectual Disabilities

The **agencies** estimate revised expenditures of \$68.2 million, including \$38.4 million SGF, and 927.7 FTE positions in FY 2023. This is an all funds increase of \$6.5 million, including an increase of \$6.0 million SGF, above the agencies' FY 2023 approved amount. Significant changes in the agencies' revised estimate include:

- **24/7 PAY PLAN.** The agencies received a transfer of \$6.0 million SGF from KDADS in FY 2023. The funds include \$2.0 million for base pay increases and \$4.0 million for differential pay in accordance with the 24/7 Pay Plan approved by the 2022 Legislature.

The **Governor** concurs with the agencies' revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 74 — State Institutions for Mental Health

The **agencies** estimate revised expenditures of \$171.9 million, including \$151.5 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds increase of \$47.6 million, or 38.3 percent, and an SGF increase of \$449.1 million, or 48.0 percent, above the FY 2023 approved amount. This increase is primarily due to the following expenditures:

- **LSH—CONTRACTED FOOD EXPENSES.** LSH requests supplemental funding of \$625,000 SGF in FY 2023. This increase will be used to fund the existing food contract at a higher rate. The current food services contractor has a FY 2023 contract amendment to increase the meal rate by 16.6 percent.
- **LSH—CONTRACT AGENCY NURSING STAFF.** LSH requests supplemental funding of \$34.2 million SGF to its base budget for FY 2023 and to continue in future years. The increase will be used for contract agency nursing staff at LSH. Anticipated expenditures for contract nursing at LSH for FY 2023 are \$43.7 million. The approved budget includes \$9.5 million, and the supplemental request of \$34.2 million would cover the remainder.
- **24/7 PAY PLAN.** During FY 2023, KDADS transferred \$14.3 million SGF to LSH and OSH. This includes \$8.4 million SGF to LSH and \$6.0 million SGF to OSH. The 2022 Legislature added these funds to the KDADS budget for FY 2023. Since the funds are transferred to the hospitals in FY 2023, the funds appear in the LSH and OSH budgets in FY 2023.

The **Governor** recommends expenditures of \$137.1 million, including \$116.8 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds decrease of \$34.8 million, or 20.2 percent, including an SGF decrease of the same amount, or 23.0 percent, below the agencies' revised estimate in FY 2023. This decrease is due to the following adjustment:

- **SUPPLEMENTALS NOT RECOMMENDED.** The Governor does not recommend the adoption of the LSH supplemental requests to cover increased contract food expenses (\$625,000 SGF) and contract agency nursing staff (\$34.2 million SGF).

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 75 — Kansas Department for Aging and Disability Services

The **agency** requests \$2.8 billion, including \$1.1 billion SGF, and 397.3 FTE positions for FY 2024. This is an all funds increase of \$95.0 million, or 3.4 percent, including an increase of \$2.6 million SGF, or 0.2 percent, above the FY 2023 revised estimate. The agency's request includes 21 enhancement requests for an all funds increase totaling \$105.6 million, including \$46.4 million SGF.

The **Governor** recommends expenditures of \$2.9 billion, including \$1.2 billion SGF, for FY 2024. This is an increase of \$81.2 million, including \$44.2 million SGF, above the agency's request for FY 2024. The Governor's recommendation includes the following adjustments:

- **FALL 2022 CASELOADS ADJUSTMENT.** The Governor recommends the addition of \$126.4 million, including \$53.5 million SGF, to reflect the fall 2022 human services consensus caseloads estimate.
- **EMERGENCY MENTAL HEALTH BED EXPANSION.** The Governor recommends the addition of \$22.0 million SGF to fund behavioral health emergency room bed expansion. The stated purpose is to expand behavioral health services to patients of all ages who would otherwise meet admission criteria for Osawatomie State Hospital.
- **ENHANCEMENTS RECOMMENDED.** The Governor recommends adoption of the following agency enhancement requests:
 - **HCBS Rate Standardization.** \$17.7 million, including \$7.1 million SGF, to increase select HCBS service rates on the Brain Injury (BI), PD, Autism, and Technology Assisted (TA) waivers to match the rates approved by the 2022 Legislature for the Frail Elderly (FE) waiver.
 - **TBI Rehabilitation Facility Rates.** \$9.3 million, including \$3.7 million SGF, to increase the traumatic brain injury rehabilitation facility rate from \$700/day to \$1,400/day.
 - **Increase Targeted Case Management Rates.** \$3.8 million, including \$1.5 million SGF, to increase the TCM rates for individuals receiving I/DD waiver services by 25.0 percent, from \$43.24 per hour to \$54.15 per hour.
 - **Expand Children's Crisis Respite Pilot Program.** \$1.0 million SGF to expand the Children's Crisis Respite Pilot Program to additional communities.
 - **CARE System Automation.** \$4.0 million, including \$1.0 million SGF, to implement a fully automated system for the Client Assessment, Referral and Evaluation (CARE) program.
- **ENHANCEMENTS NOT RECOMMENDED.** The Governor did not recommend the adoption of several agency enhancements, resulting in a decrease of \$66.7 million, including \$29.8 million SGF, below the agency's request for FY 2024. Enhancements not recommended include:
 - **Add Slots to I/DD and PD Waivers.** \$45.3 million, including \$18.1 million SGF, to add 500 slots to the I/DD and PD waivers to reduce the waiting lists for services.
 - **SUD Services.** \$5.0 million SGF to supplement federal block grant funding to support SUD services for individuals not covered by Medicaid.

- **NFMH Pre-Litigation Settlement Agreement.** \$4.3 million SGF to maintain the requirements set forth in the Nursing Facility for Mental Health Pre-Litigation Settlement Agreement Practice Improvement.
- **Behavioral Health FTE Positions.** \$302,466 SGF and 4.0 FTE positions for children's services and SUD services.
- **Complete NCI Survey.** \$500,000, including \$250,000 SGF, to issue a contract to complete the NCI survey of the I/DD waiver population. [Staff Note: This has been funded with ARPA funds.]
- **Increase CARE Assessment Rates.** \$1.9 million from all funds, including \$470,980 SGF, to increase rates for Level I CARE assessments conducted by AAAs.
- **SCCC Base Pay Increases.** \$290,215 SGF for base pay increases for Surveying, Credentialing and Certification Commission staff who did not receive pay increases as part of the 24/7 Pay Plan.
- **Add SCCC FTE Positions.** \$1.1 million SGF and 12.0 FTE positions to survey adult care homes, ensure compliance with CMS requirements for PRTFs, and to increase surveillance and enforcement for poorly performing providers.
- **Capital Improvement Enhancements.** \$8.0 million SIBF to remodel two buildings on OSH campus, to raze four abandoned buildings on OSH and PSH campuses, and to fund the second priority rehabilitation and repair projects included in the agency's 5-year capital improvements plan.
- **ENHANCEMENTS PARTIALLY RECOMMENDED.** The Governor partially recommended several agency enhancements, resulting in a decrease of \$514,514 from all funds, including a decrease of \$1.5 million SGF, below the agency's request for FY 2024.
 - **Sports Betting FTE Positions.** The agency requested \$1.1 million SGF to add 2.0 FTE positions. The Governor does not recommend funding the positions using SGF moneys, and instead recommends the agency fund the positions using \$1.1 million from the Problem Gambling and Addictions Grant Fund.
 - **Quality Assurance Behavioral Health FTE Positions.** The agency requested \$445,145, including \$222,573 SGF, to continue funding 5.0 FTE positions currently funded with federal block grant funds. The Governor recommends adding the funding but not the FTE positions.
 - **Final Settings Compliance FTE Positions.** The agency requested \$492,937, including \$246,469 SGF, to continue funding 7.0 FTE positions providing compliance monitoring and oversight of state compliance with the CMS HCBS settings final rule. The Governor recommends adding the funds, but does not recommend adding the FTE positions.
 - **IT FTE Positions.** The agency requested \$777,982, including \$466,791 SGF, to add 8.0 FTE positions to support IT functions. The Governor recommends partial adoption of the request, in the amount of \$388,991, including \$233,396 SGF, to add 4.0 FTE positions to support IT functions.
 - **Attorney FTE Positions.** The agency requested \$251,046, including \$188,285 SGF, to add 2.0 attorney FTE positions. One FTE position would support LSH and the other FTE position would support KDADS, particularly the Behavioral Health Commission. The Governor recommends partial adoption of the request, in the amount of \$125,523, including \$94,143 SGF, to add 1.0 FTE position to support KDADS Behavioral Health Commission.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add language directing the agency to continue funding the EmberHope Youthville pilot program at current levels using existing resources.
2. Add \$200,000 SGF for operating support for Envision to assist Envision families, programs and advocacy efforts for blind or visually impaired children for FY 2024.
3. Add \$2.7 million, including \$1.1 million SGF, to increase the targeted case management reimbursement rate to \$62.00 per hour for FY 2024.
4. Add \$1.0 million SGF for FY 2024 to analyze Kansas Assessment Management Information System (KAMIS) current functions, measure performance, and make recommendations to implement changes to maximize the value and performance of the system.
5. Add \$133,075 SGF for FY 2024 to increase annual funding for mental health first aid training to \$266,150 per year.
6. Add \$1.5 million SGF for nutritional services for seniors for FY 2024, to be distributed through the Area Agencies on Aging.
7. Add \$6.5 million, including \$2.6 million SGF, to provide a 5.0 percent increase to the reimbursement rate for providers of HCBS Frail Elderly waiver services for FY 2024.
8. Add language requiring KDADS to conduct a study to review I/DD service provider costs and to provide recommendations for funding adjustments based on inflationary indexes for FY 2024.
9. Add \$2.1 million SGF and 1.0 FTE position for FY 2024 to build capacity for crisis services for Kansans with I/DD. In addition, add language requiring the agency to submit a report of the program to the Senate Committee on Public Health and Welfare, House Committee on Health and Human Services, House Social Services Budget Committee and Senate Ways and Means Human Services Subcommittee.
10. Add language to increase the maximum transfer from lottery vending machines for mental health services to \$9.0 million for FY 2024.
11. Add \$3.0 million, including \$1.3 million SGF, and add language to increase PACE reimbursement rates by 5.0 percent for FY 2024.
12. Add \$2.5 million from federal funds, all from the \$66.0 million ARPA funds allocated to the agency by the State Finance Council at the conclusion of the SPARK process, to expand PACE for FY 2024, and review at Omnibus if ARPA funds are unavailable for this purpose.
13. Add \$116,250 SGF and 1.0 FTE position to create a dementia services coordinator position.

Sec. 75 — State Institutions for Intellectual Disabilities

The **agencies** request \$65.8 million, including \$35.6 million SGF, in expenditures and 927.7 FTE positions for FY 2024. This is an all funds decrease of \$2.3 million, including a decrease of \$2.8 million SGF, below the FY 2023 revised estimate. Significant changes in the agencies' revised estimate include:

- **24/7 PAY PLAN.** The FY 2024 request does not include funds related to the 24/7 Pay Plan. For FY 2024, the funds are reflected in the KDADS budget and will be transferred to the agencies during FY 2024. This appears as a decrease of \$6.0 million SGF below the agencies' FY 2023 revised estimate.
- **ENHANCEMENT REQUESTS RELATED TO STAFF SALARY INCREASES.** The agencies' FY 2024 request includes two enhancements requests totaling \$1.5 million SGF. The funding would be used for agency support staff salary increases. More detail is provided in the Enhancements section.

The **Governor** recommends expenditures of \$64.4 million, including \$34.1 million SGF, for FY 2024. This is a decrease of \$1.5 million, all SGF, below the agency's request for FY 2024. This decrease is due to the Governor not recommending the agency's enhancement request for support staff salary increases.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 75 — State Institutions for Mental Health

The agencies request \$163.6 million, including \$144.2 million SGF, in expenditures and 1,459.5 FTE positions for FY 2024. This is an all funds decrease of \$8.3 million, or 4.8 percent, and an SGF decrease of \$7.3 million, or 4.9 percent, below the agencies' revised estimate for FY 2023. The agencies' request for FY 2024 includes the following adjustments:

- **LSH—CONTRACTED FOOD EXPENSES.** LSH requests an enhancement of \$625,000 SGF for contracted food expenses. This increase would continue to fund the 16.6 percent increase in the FY 2023 contract.
- **LSH—FIREFIGHTING EQUIPMENT.** LSH requests an enhancement of \$91,000 for FY 2024 to purchase additional fire safety equipment and supplies. LSH reports that unless equipment is purchased, officers may need to wear safety equipment that is not properly sized.
- **LSH—NURSING HOUSE SUPERVISORS.** LSH requests an enhancement of \$744,907 SGF to its base budget for FY 2024 and to continue in future years. Additionally, the LSH requests 6.0 FTE positions. This increase would create and continue to fund the nursing House Supervisors positions. Among other duties, the House Supervisor would provide on-site supervision 24/7, manage staff, coordinate nursing services for each shift, and ensure staffing levels for each area fit the level of need.

- **SALARY INCREASES.** The agencies request \$3.1 million SGF to provide salary increases to support staff.
 - LSH requests an enhancement of \$1.8 million SGF to provide salary increases to support staff, psychology, and social work positions. Executive Directives No. 21-537 and 21-538 authorized salary increases for LSH direct support positions, but did not include increases for the support staff, psychology, and social work positions. This increase will impact 223.0 FTE positions. The average hourly wage for these positions will increase from \$18.55 to \$21.29.
 - OSH requests an enhancement of \$1.3 million SGF to raise starting wages for OSH support staff, excluding the Mental Health Developmental Disability Technician position, which previously received an increase. This increase will impact 154.0 FTE positions.
- **LSH—CONTRACT AGENCY NURSING STAFF.** LSH requests an enhancement of \$34.2 million SGF for FY 2024. This increase will be used to fund contract agency nursing staff through FY 2024. This is the same level of funding requested by LSH in FY 2023.
- **24/7 PAY PLAN—SHIFT TO KDADS BUDGET.** For FY 2024, expenditures on salaries and wages are anticipated to decrease by \$14.3 million below the FY 2023 revised estimate. This decrease is primarily due to the mechanism by which 24/7 Pay Plan funds are distributed. For FY 2024, these funds are reflected in the KDADS budget and will be distributed to LSH, OSH, Kansas Neurological Institute, and Parsons State Hospital and Training Center by KDADS.

The **Governor** recommends expenditures of \$124.9 million, including \$105.6 million SGF, and 1,453.5 FTE positions for FY 2024. This is an all funds decrease of \$38.6 million, or 23.6 percent, including an SGF decrease of the same amount, or 26.8 percent, below the agencies' FY 2024 request. The **Governor's** recommendation includes the following adjustment:

- **ENHANCEMENT REQUESTS NOT RECOMMENDED.** The Governor did not recommend the following agency enhancement requests:
 - **LSH—CONTRACTED FOOD EXPENSES.** LSH requested \$625,000 SGF to cover a 16.6 percent increase in the food contract. The Governor directs the agency to utilize FMAP savings to cover the increased cost.
 - **LSH—CONTRACT AGENCY NURSING STAFF.** LSH requested \$34.2 million SGF to cover increased contract agency nursing staff costs.
 - **LSH—NURSING HOUSE SUPERVISORS.** LSH requested \$744,907 SGF and 6.0 FTE positions to create a nursing house supervisors position.
 - **SALARY INCREASES.** The agencies requested \$3.1 million SGF to implement salary increases for support staff.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Add \$744,907 SGF and 6.0 FTE positions to create the Nursing House Supervisor position for FY 2024.

Sec. 76 — Department for Children and Families

The **agency** submits an FY 2023 revised estimate of \$966.3 million, including \$388.9 million SGF, which is a decrease of \$35.6 million, or 3.6 percent, below the FY 2023 approved budget. The decrease is all contained in federal or special revenue funds. The decrease is attributable to the depletion of available COVID-19 pandemic funding for child care stabilization grants (\$104.1 million) and Child Care Assistance grants (\$9.3 million). The decreases were partially offset by increases for new federal programs enhancing Child Care Quality, predominantly for child care bonuses and career pathways (\$44.3 million), new utility assistance funding (\$17.2 million), and funding allocated for information technology upgrades (\$9.4 million).

The **agency** submits a revised estimate of 2,682.9 FTE positions in FY 2023, which is an increase of 24.0 FTE positions above the approved number. The positions are primarily for new programs in utility assistance and prevention and protection services.

The **Governor** recommends expenditures of \$974.5 million, including \$394.3 million SGF, in FY 2023. The recommendation is an all funds increase of \$8.3 million, or 0.8 percent, including an SGF increase of \$5.4 million, or 1.4 percent, above the FY 2023 revised estimate. The increase is attributable to revised estimates for human services caseloads. Expenditures for Temporary Assistance for Needy Families (TANF) caseloads are anticipated to decline by \$750,000, all from federal funds. Expenditures for foster care are projected to increase by \$9.0 million, including \$5.4 million SGF, in FY 2023. While the projected number of children in foster care is lower than the spring 2022 consensus caseloads estimate, there is an increase in the projected average cost per child.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 77 — Department for Children and Families

The **agency** requests \$855.2 million, including \$412.1 million SGF for FY 2024, which is an all funds decrease of \$111.0 million, or 11.5 percent, including an SGF increase of \$23.2 million, or 6.0 percent, from the FY 2023 revised estimate. The request includes 14 enhancement requests totaling \$55.8 million, including \$37.6 million SGF. Major enhancements include a replacement of the Child Care Welfare Information System (\$25.0 million), allowing youth to retain their Social Security Administration/Supplemental Security Income (SSA/SSI) benefits (\$7.6 million), enhancing foster care placement rates (\$5.1 million), and increasing human services position salaries (\$5.8 million). The enhancements are partially offset by reductions in federal funding for various COVID-19 pandemic programs resulting in reductions in staffing levels and child care support grants.

The **agency** requests 2,659.7 FTE positions for FY 2024, which is a decrease of 23.3 FTE below the FY 2023 revised estimate. The enhancement requests add 17.0 FTE positions related to the Human Services Information Technology Initiative (8.0 FTE positions), 2022 Senate Sub. for HB 2448 employment services (8.0 FTE positions), and changing the allocation for SSA/SSI benefits (1.0 FTE position). The increases are offset by reductions in administration positions and from the reserve pool and due to the end of COVID-19 pandemic funding for some programs.

The **Governor** recommends expenditures of \$817.1 million, including \$389.3 million SGF, for FY 2024. The recommendation is an all funds decrease of \$38.1 million, or 4.5 percent, including an SGF decrease of \$22.8 million, or 5.5 percent, below the FY 2024 agency request. The decrease is attributable to the Governor not recommending enhancements for the Child Care Welfare Information System replacement, expenditures associated with 2022 Senate Sub. for HB 2448 employment services, human services position salary increases, the Human Services Executive Branch Information Technology program, Family Resource Centers, pre-petition legal services, administrative operating expenses, foster care SSA/SS funds, and the Fostering Connections maintenance of effort (MOE).

The **Governor** recommends partial funding for the Independent Living Subsidy for Youth enhancement request, and the WeKanDrive enhancement request, which is reflected as a decrease from the agency request. In addition to no or partial funding for agency enhancement requests, the overall decrease is also attributable to the deletion of \$300,000 SGF for the HOPE Ranch and \$900,000 in federal funds to implement the TANF consensus caseloads estimate.

The decreases are partially offset by the the addition of \$8.0 million, including \$7.4 million SGF, for the foster care consensus caseloads estimate. The foster care estimate is an all funds decrease of \$1.0 million, including an SGF increase of \$2.0 million, from the FY 2023 revised estimate. While the total number of children in foster care continues to decrease, the daily rate paid to child placing agencies is estimated to increase. Those rate increases are partially offset due to one-time expenditures in FY 2023 for Foster Care Workforce Recruitment (\$7.5 million SGF) and the CALM Parent Development Bonus (\$450,000 SGF). These expenditures were not included in the fall 2022 consensus caseloads estimate for FY 2024. The estimate does include \$3.9 million, including \$3.6 million SGF, for a continuation of the Failure to Place Program, which was first initiated in FY 2023.

The **Governor** recommends the agency requested enhancements for foster care placement rates, rate increases for vocational rehabilitation (VR) services, and Centers for Independent Living. The recommendation also includes \$3.7 million, including \$1.5 million SGF, to maximize the match for the federal Child Care and Development Fund (CCDF). The purpose of CCDF is to provide access to child care so parents can work and/or attend school or other training.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$350,000, including \$291,655 SGF, for the Children's' Alliance of Kansas to fund a KanCoach supervisor coaching program for FY 2024.
2. Add \$972,000, including \$486,000 SGF, to the Kansas Children's Services League to

expand Healthy Families America into four additional counties for FY 2024.

3. Add \$1.0 million SGF for prevention services for youth with intellectual and developmental disabilities for FY 2024.

4. Add \$2.0 million, including \$1.9 million SGF, for evidence based juveniles services for delinquent youth for FY 2024.

5. Add \$350,000 SGF for Safe Families for Kansas to expand coverage into four extra counties for FY 2024.

6. Add \$216,783 SGF to increase the reimbursement rate for the Centers for Independent living by 20.0 percent for FY 2024.

7. Add \$780,000, all from the TANF fund, for the Boys and Girls Clubs for operational cost increases for FY 2024.

Sec. 78 — Kansas Guardianship Program

The **agency** requests \$1,403,875, all SGF, for FY 2024. This is the same as the agency's FY 2023 revised estimate. The agency requests 10.0 FTE positions, which is the same as the agency's FY 2023 revised estimate.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 79 — Kansas State Department of Education

The **agency** submits a revised estimate of \$6.8 billion, including \$4.5 billion SGF, in FY 2023. This is an all funds increase of \$155.3 million, and an SGF increase of \$1.9 million, above the amount approved by the 2022 Legislature. Notable items in the agency estimate include the following:

- **FEDERAL COVID-19 FUNDING.** The agency's revised estimate in FY 2023 includes \$496.2 million in federal COVID-19 relief funding expenditures. This includes:
 - \$458.8 million for all Elementary and Secondary School Emergency Relief (ESSER) programs;
 - \$19.9 million for all federal Emergency Assistance to Nonpublic Schools (EANS) and Governor's Emergency Education Relief (GEER) programs;
 - \$14.1 million for federal Individuals with Disabilities Education Act (IDEA) Part B supplemental grants, which were not included in the FY 2023 approved budget; and
 - \$3.3 million in additional funding for various programs administered by the Children's Cabinet, including \$2.7 million in Child Care and Development Fund (CCDF) moneys for the development of an early childhood workforce registry.

- **SPECIAL REVENUE FUND REAPPROPRIATIONS.** The agency requests \$518,934, all from the Children’s Initiative Fund and KEY Fund, be reappropriated from FY 2022 into FY 2023.

The **Governor** recommends \$6.7 billion, including \$4.4 billion SGF, in FY 2023. The recommendation is \$70.4 million, including \$65.5 million SGF, below the revised estimate of the agency. The only adjustments recommended by the Governor were to reflect the updated fall 2022 consensus school finance estimates.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 80 — Kansas State Department of Education

The **agency** requests \$6.7 billion, including \$4.4 billion SGF, in expenditures and 258.3 FTE positions for FY 2024. This is a decrease of of \$78.6 million from all funds, including a reduction of \$66.3 million SGF, below the FY 2023 revised estimate. The reduction primarily reflects the one-time all SGF payment of \$176.6 million issued to eliminate the delayed school finance payment. This reduction is partially offset by an all funds increase of \$89.1 million, including \$83.8 million SGF, for ten agency-requested enhancements.

The **Governor** recommends \$6.8 billion, including \$4.7 billion SGF, for FY 2024. This is an increase of \$104.4 million, including \$306.8 million SGF, above the FY 2024 agency request. The Governor added \$109.0 million, including \$106.3 million SGF, to fund the fall 2022 consensus school finance estimates. While not an all funds increase, the largest SGF increase is the Governor's recommendation to revert the Capital Improvement State Aid funding back to a statutory demand transfer. For several years, this program has been funded through revenue transfers provided for in appropriations bills. These increases are partially offset by a reduction of \$4.5 million, all SGF, by not fully funding all the agency's enhancements.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$1.9 million SGF for the enhancement to the Professional Development program for FY 2024 leaving \$1.8 million in the program.
2. Delete \$3.0 million SGF for the enhancement in the Mental Health Intervention Team pilot program for FY 2024 leaving \$10.5 million in the program.
3. Delete \$1.0 million SGF for the enhancement to the Mentor Teacher program for FY 2024 leaving \$1.3 million in the program.
4. Delete \$72.4 million SGF for Special Education State Aid for FY 2024 and review at Omnibus.
5. Delete \$1.0 million SGF for the enhancement to the Safe and Secure School grant for FY 2024 leaving \$4.0 million in the program.
6. Add language to reappropriate any unencumbered balance in the Early Childhood

Infrastructure account in excess of \$100 as of June 30, 2023 to FY 2024.

7. Add language to reappropriate any unencumbered balance in the Imagination Library account in excess of \$100 as of June 30, 2023 to FY 2024.

Sec. 81 — Kansas State Department of Education

The **agency** did not submit a request for FY 2025.

The **Governor** recommends expenditures of \$4.0 billion, including \$2.7 billion SGF, for FY 2025. The Governor's recommendation only includes State Foundation Aid, Supplemental State Aid, Special Education Services Aid, the State School District Finance Fund, and the Mineral Production Education Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2025

1. Delete language authorizing the high-density at-risk weighting for FY 2025 and review at Omnibus.
2. Delete \$72.4 million SGF for Special Education State Aid for FY 2025 and review at Omnibus.

Sec. 82 — State Library

The **agency** requests \$6.0 million, including \$4.0 million SGF, in expenditures and 29.5 FTE positions for FY 2024. This is an all funds increase of \$13,478, including \$12,092 SGF, above the revised FY 2023 agency estimate. This increase is primarily attributable to an increase in employer contributions to group health insurance. The increase is also attributable to an increase in contractual services for travel expenditures for system and library visits, conference exhibition participation, and staff professional development.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 83 — Kansas State School for the Blind

The **agency** submits a revised estimate of \$9.4 million, including \$6.3 million SGF, in FY 2023. This is an all funds increase of \$844,766, or 9.9 percent, including an SGF increase of \$260,000, or 4.3 percent, above the approved amount for FY 2023. The increase is attributable to \$260,000 SGF and 2.0 FTE positions for school resource officers, \$219,820 for capital improvements inflation adjustments, \$200,000 in federal elementary and Secondary School Emergency Relief (ESSER) funding, \$113,599 for the school food program, and \$364,946 in other adjustments primarily related to salaries and wages.

The **Governor** recommends total expenditures of \$9.1 million, including \$6.1 million SGF, in FY 2023. This is a decrease of \$210,000, or 2.2 percent, below the agency's FY 2023 revised estimate. The Governor concurs with the agency request for an adjustment to rehabilitation and repair and to secure the breezeway HVAC. The Governor partially recommends the agency request for 2.0 FTE positions for school resource officers and adds \$50,000 SGF for partial year funding.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 84 — Kansas State School for the Blind

The **agency** requests expenditures of \$12.4 million, including \$8.3 million SGF, for FY 2024. This is an all funds increase of \$3.0 million, or 32.2 percent, including an SGF increase of \$2.0 million, or 31.2 percent, above the FY 2023 revised estimate. The request includes 12 enhancement requests totaling \$4.5 million, including \$2.1 million SGF, for FY 2024. The majority of the enhancement requests are for capital improvements, including: HVAC repairs, elevator upgrades, security system updates, and track stabilization. The request includes \$1.5 million SGF to expand services for children from birth to three years of age, \$300,000 SGF to extend summer school, and \$273,000 SGF to continue funding for two school resource officers requested in the FY 2023 revised estimate.

The **Governor** recommends total expenditures of \$10.9 million, including \$6.8 million SGF, for FY 2024. This is a decrease of \$1.4 million, all SGF, below the agency's FY 2024 request. The decrease is attributable to the Governor not recommending adoption of the agency request to expand service for children from birth to three years of age. The decrease is partially offset by the Governor adding \$80,000 SGF for enhanced housekeeping services.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 85 — Kansas State School for the Deaf

The **agency** submits a revised estimate of \$13.9 million, including \$10.2 million SGF, in FY 2023. This is an all funds increase of \$894,348, or 6.9 percent; including a decrease of \$126,000 SGF, or 1.2 percent, from the 2022 Legislature approved amount in FY 2023. The overall increase is primarily attributable to a transfer of federal American Rescue Plan Act (ARPA) funds and an increase in special revenue funds and other federal funds.

The **Governor** recommends \$13.7 million in FY 2023, including \$10.0 million SGF. This is an all funds decrease of \$210,110, or 1.5 percent, below the agency's FY 2023 revised estimate. This includes a decrease of \$210,000 SGF, or 2.1 percent, below the agency's FY 2023 revised estimate. The Governor recommends partial year funding of \$50,000 to hire two school resource officers.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 86 — Kansas State School for the Deaf

The **agency** requests \$15.7 million, including \$11.4 million SGF, for FY 2024. This is an all funds increase of \$1.7 million, or 12.5 percent, above the agency's 2023 revised estimate. This includes an SGF increase of \$1.2 million, or 11.5 percent, above the agency's FY 2023 revised estimate. The increase is due to enhancement requests, primarily in salaries and wages and capital improvements.

The **Governor** recommends \$15.1 million, including \$10.9 million SGF, for FY 2024. The recommendation is an all funds decrease of \$541,083, all SGF, below the agency's FY 2024 request due to not funding the agency's multiple staffing enhancement requests.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$83,808 SGF and 1.0 FTE to hire a school counselor for FY 2024.
2. Add \$30,000 SGF and 0.5 FTE for an outreach position (parent to parent support) for FY 2024.

Sec. 87 — State Historical Society

The **agency** requests \$8.7 million, including \$4.9 million SGF, for FY 2024. This is an all funds increase of \$1.0 million, or 13.2 percent, and an SGF increase of \$141,621, or 3.0 percent, above the FY 2023 revised estimate. The all funds increase is primarily attributable to additional federal funding of \$734,743, all from the federal Paul Bruhn Historical Revitalization Grant Program. This increase of \$141,621 or 3.0 percent in SGF is primarily because of the agency's decrease in fee collection because of the museum closure during renovations.

The request includes 73.5 FTE positions, which is 1.5 FTE positions above the FY 2023 revised estimate. The 2022 Legislative session passed HB 2237 enacting the Kansas affordable housing tax credit act. The submitted, revised fiscal note includes a request for 1.5 FTE positions.

The **Governor** concurs with the FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 88 — Fort Hays State University

The **agency** requests an operating budget of \$133.9 million, including \$40.7 million SGF, for FY 2024. This is an all funds decrease of \$709,483, or 0.5 percent, including an SGF decrease of \$1.0 million, or 2.4 percent, below the FY 2023 revised estimate. This decrease is primarily due to reduced expenditures in contractual services (\$1.4 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 89 — Kansas State University

The **agency** requests an operating budget of \$558.2 million, including \$125.3 million SGF, for FY 2024. This is an all funds decrease of \$875,035, or 0.2 percent, including an SGF decrease of \$1.4 million, or 1.1 percent, below the FY 2023 estimate. The decrease is due to reductions in contractual services (\$1.6 million) and other assistance (\$1.2 million) with a partially offsetting increase in salaries and wages (\$2.4 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 90 — Kansas State University – Extension Systems and Agricultural Research Programs

The **agency** requests an operating budget of \$151.4 million, including \$54.3 million SGF, for FY 2024. This is an all funds increase of \$737,584, or 0.5 percent, including an SGF increase of \$357,860, or 0.7 percent, above the FY 2023 revised estimate. The increase is primarily due to additional salaries and wages expenditures of \$733,040, or 0.7 percent, primarily for fringe benefits and an increase of commodities expenditures of \$12,233, or 0.1 percent.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 91 — Kansas State University Veterinary Medical Center

The **agency** requests an operating budget of \$65.2 million, including \$17.5 million SGF, for FY 2024. This is an all funds decrease of \$2.5 million, or 3.7 percent, including an SGF increase of \$117,747, or 0.7 percent. This decrease is primarily due to decreased expenditures in commodities (\$2.3 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 92 — Emporia State University

The **agency** requests a budget of \$120.7 million, including \$39.9 million SGF in FY 2023. This is an all funds increase of \$23.2 million, or 23.9 percent, from the amount approved

by the 2022 Legislature. The increase is primarily due to salaries and wages (\$1.7 million) and contractual services (\$3.5 million).

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 93 — Emporia State University

The **agency** requests an operating budget of \$97.2 million, including \$37.3 million SGF, for FY 2024. This is an all funds decrease of \$8.4 million, or 7.9 percent, including an SGF decrease of \$523,139, or 1.4 percent below the revised FY 2023 request. This decrease is primarily due to reductions in salaries and wages (\$3.0 million), contractual services (\$2.4 million), and other assistance (\$1.8 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Add language for ESU authorizing bonding authority of \$15.0 million, all from special revenue funds, for the demolition and renovation of certain faculties and construction of a new Department of Nursing and Student Wellness Center for FY 2024.

Sec. 94 — Pittsburg State University

The **agency** requests an operating budget of \$104.8 million, including \$41.7 million SGF, for FY 2024. This is an all funds decrease of \$381,173, or 0.4 percent, including an SGF decrease of \$621,382, or 1.5 percent, below the FY 2023 revised estimate. There are decreases in all expenditure categories.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 95 — University of Kansas

The **agency** requests an operating budget of \$808.9 million, including \$161.5 million SGF, for FY 2024. This is an all funds increase of \$7.3 million, or 0.9 percent, including an SGF decrease of \$1.2 million or 0.7 percent, above the FY 2023 revised estimate. The increase is primarily in salaries and wages (\$6.6 million) and contractual services (\$1.1 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 96 — University of Kansas Medical Center

The **agency** requests a budget of \$531.8 million, including \$126.6 million SGF, in FY 2023. This is an all funds increase of \$10.0 million, or 1.9 percent, from the amount approved by the 2022 Legislature. The increase is primarily due to salaries and wages (\$21.9 million) and capital improvements (\$6.9 million).

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 97 — University of Kansas Medical Center

The **agency** requests an operating budget of \$512.3 million, including \$121.0 million SGF, for FY 2024. This is an all funds increase of \$4.7 million, or 0.9 percent, including an SGF decrease of \$1.8 million, or 1.4 percent, below the FY 2023 revised estimate. The increase is primarily due to additional salary and wages (\$3.2 million) and an increase in contractual services (\$1.6 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 98 — Wichita State University

The **agency** requests an operating budget of \$620.7 million, including \$100.0 million SGF, for FY 2024. This is an all funds increase of \$8.8 million, or 1.4 percent, and an SGF decrease of \$2.1 million, or 2.0 percent, below the FY 2023 revised estimate. The increase is primarily due to increased expenditures in contractual services (\$12.5 million) with partially offsetting decreases in capital outlay (\$3.4 million) and other assistance (\$2.0 million).

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add language for WSU authorizing bonding authority of \$17.9 million, all from special revenue funds, for university stadium renovations for FY 2024.

2. Add language for WSU authorizing bonding authority of \$15.2 million, all from special revenue funds, for expansion of the NIAR Technology and Innovation Building for FY 2024.

Sec. 99 — Board of Regents

The **agency** requests a budget of \$331.4 million, including \$314.8 million SGF, in FY 2023. This is an all funds decrease of \$130.0 million, or 28.3 percent, below the amount approved by the 2022 Legislature . The decrease is primarily due to a decrease in aid to local units (\$57.7 million) as well as for Capital Renewal Initiative and the Education Building Fund (\$82.3 million).

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 100 — Board of Regents

The **agency** requests an operating budget of \$508.9 million, including \$492.5 million SGF, for FY 2024. This is an all funds increase of \$187.5 million, or 58.3 percent, including an SGF increase of \$187.7 million, or 61.6 percent, above the revised FY 2023 agency request. The increase is primarily due to the enhancement requests (\$215.0 million) to increase funding for the universities and colleges, fund the Build a Talent Pipeline initiative, provide additional scholarships, and increase the capital outlay for the technical colleges.

The **Governor** recommends operating expenditures of \$377.9 million, including \$361.6 million SGF for FY 2024. This is an all funds decrease of \$131.0 million, or 25.7 percent, including an SGF decrease of \$145.9 million, or 27.2 percent, below the agency's request due to decreased expenditures for aid to local units (\$91.8 million) and other assistance (\$39.2 million).

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustments:

FY 2024

1. Add language for the Kansas Comprehensive Grant Fund that of the \$35.3 million SGF appropriated for this scholarship program for FY 2024, no less than \$22.5 million is distributed to private and independent institutions, with the remainder to state universities and Washburn. Institutions must provide a \$1 for \$1 local match from non-state or private moneys.

2. Add language prohibiting postsecondary educational institutions from expending funds to require an applicant, employee, student, or contractor to endorse an ideology, including those of diversity, equity, or inclusion, or to provide statements concerning commitment to such ideologies, for FY 2024. Add further language prohibiting preferential consideration to such persons that provide unsolicited statements concerning these ideologies. Each institution shall submit a report to the Director of Legislative Research and the Attorney General regarding compliance.

3. Delete \$1.8 million SGF from the \$4.0 million SGF for micro-internships within the Postsecondary Education Operating Grant Fund and add the same amount for needs-based aid for students at Washburn for FY 2024.

Sec. 101 — Board of Regents

SENATE COMMITTEE RECOMMENDATION. The Senate Committee recommends the following adjustments:

FY 2025

1. Add language for the Kansas Comprehensive Grant Fund that of the funding appropriated for this scholarship program for FY 2025, 50.0 percent is distributed to private and independent institutions, with the remainder to state universities and Washburn. Institutions must provide a \$1 for \$1 local match from non-state or private moneys.

2. Add language prohibiting postsecondary educational institutions from expending funds to require an applicant, employee, student, or contractor to endorse an ideology, including those of diversity, equity, or inclusion, or to provide statements concerning commitment to such ideologies, for FY 2025. Add further language prohibiting preferential consideration to such persons that provide unsolicited statements concerning these ideologies. Each institution shall submit a report to the Director of Legislative Research and the Attorney General regarding compliance.

Sec. 102 — Kansas Department of Corrections

The **agency** submits a revised estimate of \$545.1 million, including \$491.4 million SGF, in expenditures and 3,442.4 FTE positions in FY 2023. This is a decrease of \$37.4 million, or 6.4 percent, below the approved amount in FY 2023. There is a decrease of \$55.1 million in aid to local units and \$2.4 million in contractual services. There are partially offsetting increases of \$6.3 million in capital outlay, \$3.6 million in other assistance, \$4.7 million in capital improvements, and \$3.1 million in debt service. The revised estimate for FTE positions is an increase of 13.3 FTE positions above the approved number.

The **Governor** recommends \$545.4 million, including \$491.7 million SGF, in expenditures in FY 2023. This is an all funds increase of \$299,532, or 0.1 percent, and an SGF increase of \$239,532, or less than 0.1 percent, above the agency's revised estimate. The Governor recommends the supplemental requests from Lansing Correctional Facility (LCF) and Winfield Correctional Facility (WCF) for the 24/7 pay differential; however, the Winfield request was recalculated to \$504,498 in FY 2023. The Governor also recommends \$560,000 SGF to LCF for minimum security fencing and lighting and \$60,000 from the State Institutions Building Fund (SIBF) for a juvenile feasibility study. The Governor concurs with 5,442.4 FTE positions for the agencies.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 103 — Kansas Department of Corrections

The **agency** requests \$707.2 million, including \$660.5 million SGF, in expenditures and 3,506.4 FTE positions for FY 2024. This is an increase of \$162.1 million, or 29.7 percent, above the FY 2023 approved amount. The increase is primarily in capital improvement enhancements of \$137.4 million and additional operating enhancements of \$24.6 million. There is a partially offsetting decrease of \$11.2 million in capital outlay. The request for FTE positions is an

increase of 64.0 FTE positions above the FY 2023 amount, partially due to the enhancement requests.

The **Governor** recommends \$568.7 million, including \$531.2 million SGF, for expenditures for FY 2024. This is an all funds decrease of \$138.5 million, or 19.6 percent, and an SGF decrease of \$129.3 million, or 19.6 percent, below the agency request. The decrease is primarily due to the Governor not recommending the majority of the enhancements the agencies requested for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustment:

FY 2024

1. Add language allowing the agency to use the \$9.9 million SGF for other priority capital improvement projects for FY 2024 and stay the demolition of the old Lansing correctional facility for one year.

Sec. 104 — Adjutant General's Department

The **agency** submits a revised estimate of \$154.5 million, including \$36.4 million SGF, in FY 2023. This is an all funds increase of \$14.0 million, or 9.9 percent, including an SGF increase of \$1.6 million, or 4.6 percent, above the FY 2023 approved amount. The increase is primarily attributable to the agency's enhancement request of \$17.6 million, including \$1.6 million SGF, for increased state disaster payments. The increase is also attributable to increased federal funding for the initial phase in construction of a Joint Forces Headquarters on federal property at Forbes Field in Topeka. The increase is partially offset by decreased receipt of federal COVID-19 relief funds. The revised estimate includes 293.6 FTE positions, which is a decrease of 0.4 FTE positions below the FY 2023 approved number. The FTE position decrease is in the Emergency Management and Homeland Security program.

The **Governor** recommends \$164.2 million, including \$36.4 million SGF, in FY 2023. This is an increase of \$9.6 million, all from special revenue funds, or 6.2 percent, above the agency's FY 2023 revised estimate. The recommendation includes an increase of \$9.6 million, all from federal funds, to encumber funds for construction of a Joint Forces Headquarters in one year rather than multiple years, with a total project cost of \$17.6 million. The recommendation also includes an increase of \$25,000, all from special revenue funds, for Inaugural activities, which is reimbursed by the Inaugural Committee. The recommendation includes 293.6 FTE positions, which is unchanged from the number in the FY 2023 revised estimate.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 105 — Adjutant General's Department

The **agency** requests \$143.9 million, including \$36.3 million SGF, in expenditures for FY 2024. This is an all funds decrease of \$10.6 million, or 6.9 percent, including an SGF decrease of \$110,166, or 0.3 percent, below the FY 2023 revised estimate. The decrease is attributable to decreased receipt of federal funds for federally declared disasters and expenditures associated with the COVID-19 pandemic. The decrease is also attributable to decreased capital

improvement expenditures due to completion of a new Hays armory in FY 2023. The decrease is partially offset by the agency's four enhancement requests totaling \$45.7 million, including \$25.7 million SGF. These enhancement requests include increases for state disaster payments (\$20.9 million), rehabilitation and repair of National Guard facilities (\$2.0 million), remodel of the State Defense Building (\$22.6 million), and SGF moneys for the Office of Emergency Communications to offset the elimination of a transfer from the State Highway Fund (\$178,000). The agency budgeted \$8.0 million, all from federal funds, to continue construction of a Joint Forces Headquarters at Forbes Field in Topeka. The request includes 293.6 FTE positions, which is unchanged from the FY 2023 revised estimate number.

The **Governor** recommends \$112.1 million, including \$13.9 million SGF, for FY 2024. This is an all funds decrease of \$31.8 million, or 22.1 percent, including an SGF decrease of \$23.3 million, or 64.2 percent, below the FY 2024 agency request. The decrease is attributable to the Governor not recommending enhancements for the State Defense Building Remodel (\$22.6 million), and the Office of Emergency Communications (\$178,000). The recommendation includes a decrease of \$8.0 million, all from federal funds, for construction of a Joint Forces Headquarters, which reflects an encumbrance for the entire project in FY 2023 rather than in multiple years. The recommendation also includes partial adoption of the agency's enhancement request for rehabilitation and repair of National Guard facilities. The recommendation includes 293.6 FTE positions, which is unchanged from the FY 2023 recommendation.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 106 — State Fire Marshal

The **agency** submits a revised estimate of \$8.4 million, all from special revenue funds, in FY 2023. This is an increase of \$1.2 million, or 16.6 percent, above the FY 2023 approved amount. This increase is due to the addition of \$1.2 million, all from federal American Rescue Plan Act (ARPA) funds, as aid to local governments through the Kansas Firefighters Recruitment and Safety Grant (KFRSG) program. This program provides no-match funds to volunteer and part-time fire departments primarily for personal protective equipment (PPE). Further, the agency requests language authorizing a transfer from the Elevator Safety Fee Fund to the Fire Marshal Fee Fund to reimburse start-up expenditures associated with implementing provisions of 2022 HB 2005, creating the Elevator Safety Act. This act directs the agency to license elevator inspectors, contractors, and mechanics; however, the program is not anticipated to draw revenue from license fees until January 2023. The revised estimate includes 69.3 FTE positions, which is a decrease of 3.0 FTE positions below the FY 2023 approved number. The position decrease is mainly from the Administration Division and Fire Prevention Division.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 107 — State Fire Marshal

The **agency** requests \$8.1 million, all from special revenue funds, for FY 2024. This is a decrease of \$339,760, or 4.0 percent, below the FY 2023 revised estimate. The change is attributable to a decrease of \$1.2 million, all from federal ARPA funds, for the KFRSG program, as these one-time funds are not available beyond FY 2023. The KFRSG grant program provides no-match funds to volunteer and part-time fire departments primarily for PPE. The decrease is partially offset by the agency's enhancement request of \$300,000, all from the Fire Marshal Fee Fund, for the KFRSG program, which would return the grant program to pre-pandemic funding levels. The request also includes increased salaries and wages expenditures, primarily for employer contributions for fringe benefits, and expenditures related to implementation of 2022 HB 2005, creating the Elevator Safety Act. The request includes 70.3 FTE positions, which is an increase of 1.0 FTE position above the FY 2023 revised estimate number. The additional position is in the Fire Prevention Division.

The **Governor** recommends \$7.9 million, all from special revenue funds, for FY 2024. This is a decrease of \$200,000, or 2.5 percent, below the agency's FY 2024 requested amount. The recommendation includes an enhancement of \$100,000, all from the Fire Marshal Fee Fund, for the KFRSG, which is a decrease of \$200,000 below the agency's request. The recommendation includes 70.3 FTE positions, which is unchanged from the FY 2024 requested number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$200,000, all from special revenue funds, for the Kansas Firefighter Recruitment and Safety Grant Program, which provides no-match funds to local fire departments primarily for PPE, for FY 2024. This adjustment provides a total of \$400,000 for the grant program for FY 2024.

Sec. 108 — Kansas Highway Patrol

The **agency** requests \$112.9 million, all from special revenue funds, for FY 2024. This is a decrease of \$17.7 million, or 13.5 percent, below the FY 2023 revised estimate. The decrease is primarily attributable to expenditures for the replacement and upgrade of Kansas Highway Patrol (KHP) aircraft assets that occurred in FY 2023, but do not reoccur for FY 2024. This included a helicopter, single-engine airplane, and FLIR system upgrades for existing law enforcement airplanes, as well as an executive aircraft. The decrease is partially offset by increased salaries and wages expenditures, primarily for employer contributions for fringe benefits, as well as increased gasoline expenditures. The request includes 880.0 FTE positions, which is unchanged from the number in the FY 2023 revised estimate.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 109 — Kansas Bureau of Investigation

The **agency** submits a revised estimate of \$40.5 million, including \$28.3 million SGF, in FY 2023. This is an increase of \$616,548, or 1.5 percent, all from special revenue funds, above the FY 2023 approved amount. The increase is attributable to increased expenditures from the federal National Criminal History Improvement Program Fund for data entry and imaging of court and criminal history records. The increase also include increased expenditures from federal Coronavirus Emergency Supplemental funding for the purchase of computing equipment. The revised estimate includes 354.5 FTE positions, which is unchanged from the FY 2023 approved number.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 110 — Kansas Bureau of Investigation

The **agency** requests \$50.3 million, including \$36.6 million SGF for FY 2024. This is an all funds increase of \$9.9 million, or 24.4 percent, including an SGF increase of \$8.3 million, or 29.2 percent, above the FY 2023 revised estimate. The increase is attributable to the agency's three enhancement requests totaling \$8.1 million SGF.

These enhancement requests include: \$250,266 SGF to continue Career Progression Plans; \$1.6 million SGF for additional operational support involving the replacement of advanced laboratory equipment, capital improvements, and the addition of 9.0 FTE Forensic Scientist and IT positions; and \$4.3 million SGF for a surge initiative to address growing violent crimes with the addition of 28.0 FTE positions, including Special Agents and support staff, and the establishment of a West Child Victim Task Force for western Kansas. The increase also includes expenditures from a recent federal Justice Assistance Grant for replacement of the Kansas Incident Based Reporting System (KIBRS). The request includes 391.5 FTE positions, which is an increase of 37.0 FTE positions above the FY 2023 revised estimate. The position increase is attributed to the agency's enhancement requests and includes 20.0 FTE Special Agent positions, 5.0 Forensic Scientist positions, 3.0 IT professional positions, and 9.0 FTE support staff positions.

The **Governor** recommends \$43.0 million, including \$29.3 million SGF, in expenditures for FY 2024. This is a decrease of \$7.3 million, all SGF, or 14.5 percent, below the agency's FY 2024 request. The decrease is due to the Governor not recommending or only partially recommending the agency's enhancement requests. The recommendation includes \$250,266 to continue Career Progression Plans. The recommendation also includes \$519,947 SGF for additional operational support, which includes the increased cost of laboratory supplies, increased capital improvements involving rehabilitation and repair of agency facilities, and salaries and wages for the addition of 1.0 FTE Receptionist position.

The recommendations includes 355.5 FTE positions, which is a decrease of 36.0 FTE positions below the FY 2024 requested number. The position decrease is due to the Governor not recommending enhancement requests to add Special Agent, Forensic Scientist, IT professional, and support staff positions.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$900,000 SGF for the replacement of an HVAC system at the Great Bend laboratory for FY 2024.
2. Delete \$250,266 SGF for a salary adjustment that continues career progression plans for commissioned officers and forensic scientists for FY 2024 and review at Omnibus.

Sec. 111 — Emergency Medical Services Board

The **agency** requests \$3.0 million, all from special revenue funds, for FY 2024. This is an increase of \$346,261, or 12.9 percent, above the FY 2023 revised estimate. The increase is primarily attributable to the agency's enhancement request of \$263,267 in salary and wages expenditures for a salary realignment among all positions to address recruiting and retention challenges. The increase is also attributable to legal fees associated with an anticipated increase in administrative hearings, as well as increased travel expenditures. The increase is partially offset by decreased expenditures from the EMS Revolving Grant Fund for aid to local EMS agencies to support the purchase of patient care equipment, which is due to carry-over funds available in FY 2023 that are not available in FY 2024. The agency's request includes 14.0 FTE positions, which is unchanged from the FY 2023 number.

The **Governor** recommends \$2.8 million, all from special revenue funds, for FY 2024. This is a decrease of \$263,267, or 8.7 percent, below the FY 2024 requested amount. The decrease is due to the Governor not recommending the agency's enhancement request for a salary realignment. The recommendation includes 14.0 FTE positions, which is unchanged from the FY 2024 requested number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 112— Kansas Sentencing Commission

The **agency** submits a revised estimate of \$12.8 million, including \$12.6 million SGF, in expenditures and 15.0 FTE positions in FY 2023. This is an increase of \$130,228, or 1.0 percent, above the FY 2023 approved amount. The increase is mainly in capital outlay for an upgrade of the research division's statistical modeling software and other assistance for the 2003 SB 123 Drug Treatment Program.

The **Governor** recommends a revised FY 2023 budget of \$12.7 million, including \$12.6 million SGF. This is a decrease of \$24,518 SGF, or 0.2 percent, below the agency's FY 2023 revised estimate. The decrease is due to a reduction in funding for salaries and wages.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 113 — Kansas Sentencing Commission

The **agency** requests \$10.2 million, including \$10.2 million SGF, in expenditures and 15.0 FTE positions for FY 2024. This is a decrease of \$2.5 million, or 19.8 percent, below the FY 2023 revised estimate. The decrease is mainly due to a decrease of \$2.6 million in other assistance, which is the amount of the reappropriation from FY 2022, which was added to the 2003 SB 123 Drug Treatment Program in FY 2023 and does not continue into FY 2024.

The **Governor** recommends \$10.2 million, including \$10.2 million SGF, for FY 2024. This is a decrease of \$24,518 SGF, or 0.2 percent, below the agency's FY 2024 request. The decrease is due to a reduction in funding for salaries and wages.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation

Sec. 114 — Kansas Commission on Peace Officers' Standards and Training

The **agency** estimates revised expenditures of \$974,702, all from special revenue funds, in expenditures and 6.0 FTE positions in FY 2023. This is an increase of \$64,282 or 7.1 percent, above the FY 2023 approved amount. The increase includes a supplemental request of \$40,000 to increase the capacity and security of the Central Registry database. The revised estimate also includes an increase of \$22,000 in salaries and wages due to changes in employer contributions for fringe benefits and salary increases. The increase of \$10,800 in contractual services is due to leasing an additional 847 square feet of office space, resulting in an increase in annual rent expenditures.

The **Governor** concurs with the agency's revised estimate in FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustment:

FY 2023

1. Delete \$22,008, all from special revenue funds, for a salaries and wages increase in FY 2023 and review at Omnibus.

Sec. 115 — Kansas Commission on Peace Officers' Standards and Training

The **agency** requests \$1.1 million, all from special revenue funds, in expenditures and 6.0 FTE positions for FY 2024. This is an increase of \$94,812, or 9.7 percent, above the FY 2023 revised estimate. The increase includes an enhancement request of \$100,000 for physical security and safety measures to include controlled entry/egress, video monitoring, and ballistic materials.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete \$22,008, all from special revenue funds, for a salaries and wages increase for FY 2024 and review at Omnibus.

Sec. 116 — Kansas Department of Agriculture

The agency submits a revised estimate of \$61.9 million, including \$11.2 million SGF, in FY 2023. The estimate is an increase of \$1.7 million, or 2.8 percent, above the FY 2023 approved amount. The majority of the increase is attributable to a new federal grant for a local food purchase program (\$1.2 million) and Farm and Ranch Stress Assistance (\$157,587). The revised estimate also includes a supplemental request for \$150,000 SGF for additional operational costs for the Agriculture Laboratory Program.

The Governor concurs with the agency's revised FY 2023 estimate. The recommendation includes the agency supplemental request totaling \$150,000 SGF for the Agriculture Laboratory Program.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustments:

FY 2023

1. Add \$200,000 SGF for the Soil Health Initiative in FY 2023.

2. Add \$65,758 SGF for the Water Resource Cost Share Program in FY 2023.

Sec. 117 — Kansas Department of Agriculture

The **agency** requests \$58.3 million, including \$12.7 million SGF, for FY 2024. This is an all funds decrease of \$3.6 million, or 5.8 percent, below the FY 2023 revised estimate. While the all funds amount is a decrease below the FY 2023 revised estimate, the request for FY 2024 is an SGF increase of \$1.5 million, or 13.7 percent, above the FY 2023 revised estimate. The SGF increase is attributable to agency enhancement requests. SGF enhancement requests total \$2.1 million and include salary increases and additional staff for the following:

- 2.0 FTE positions for Water Appropriations Staff (\$702,015);
- 2.0 FTE positions for Water Management Staff (\$321,713);
- 1.0 FTE position for Water Structures Staff (\$375,917);
- 1.0 FTE position for Agricultural Marketing Staff (\$355,760);
- 1.0 FTE position for Water Management Grants (\$100,000); and
- 1.0 FTE position for Conservation Grants (\$100,00).

The agency request also includes enhancement requests totaling \$865,758 from the State Water Plan Fund for various agricultural programs and \$150,000 SGF for operational cost increases in the Agricultural Laboratory Program. The agency requests 353.0 FTE positions, which is an increase of 8.0 FTE positions above the agency's FY 2023 revised estimate.

The **Governor** recommends expenditures totaling \$57.4 million, including \$12.2 million SGF. The Governor's recommendation is an all funds decrease of \$970,758, or 1.5 percent, including an SGF decrease of \$505,000, or 4.0 percent, below the agency request. The recommendation includes eight enhancement requests totaling \$2.0 million from all funding sources, including \$1.6 million SGF, for water management, water appropriations, water structures, watershed dam construction, irrigation technology, and crop and livestock research.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$200,000, all from the State Water Plan Fund, for the Soil Health Initiative for FY 2024.
2. Delete \$119,194 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Management for FY 2024 and review at Omnibus.
3. Delete \$543,544 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Appropriations for FY 2024 and review at Omnibus.
4. Delete \$261,810 SGF to not adopt the Governor's recommendation to implement salary adjustments for certain employees in Water Structures for FY 2024 and review at Omnibus.

Sec. 118 — Kansas State Fair

The **agency** requests \$7.8 million, including \$135,000 SGF, in expenditures and 27.0 FTE positions for FY 2024. This is an all funds decrease of \$14.3 million, or 64.6 percent, including an SGF decrease of \$14.5 million, or 99.1 percent, below the FY 2023 revised estimate. The decrease is due to SGF appropriations for capital improvements in FY 2023 that do not reoccur for FY 2024. The all funds decrease is partially offset by an increase in expenditures for entertainer contracts and advertising.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 119 — Kansas Water Office

The **agency** requests \$15.8 million, including \$1.1 million SGF, and 19.0 FTE positions for FY 2024. This is an all funds decrease of \$3.8 million, or 19.5 percent, including an SGF decrease of \$3.0 million, or 73.5 percent, below the FY 2023 revised estimate. The decreases are attributable to the absence of SGF and State Water Plan Fund reappropriations totaling \$3.0 million and \$2.7 million, respectively, which do not reoccur for FY 2024. These decreases are partially offset by two agency enhancement requests totaling \$900,000 for FY 2024. The

enhancements requested by the agency would expand partnerships for water quality and the High Plains Aquifer.

The **Governor** concurs with the agency's FY 2024 request, which includes recommending the adoption of the agency's enhancement requests for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 120 — Department of Wildlife and Parks

The **agency** submits an FY 2023 revised estimate of \$100.7 million, including \$224,457 from the State Water Plan Fund (SWPF) and \$3.7 million from the Economic Development Initiatives Fund (EDIF). This is an increase of \$1.7 million, or 1.7 percent, above the FY 2023 approved amount. This increase is primarily attributable to an increase totaling \$1.3 million for salary and wage increases, which include changes to employer contributions to fringe benefits. The agency indicates vacancy rates have been higher than normal and is estimating that the salary increases approved by the 2022 Legislature will increase staffing levels and increase salary and wage expenditures. The balance of the remaining changes are attributable to agency's supplemental requests. The agency's FY 2023 revised estimate includes 456.0 FTE positions which is 3.0 FTE above the approved amount.

The **Governor** recommends FY 2023 expenditures of \$100.5 million, including \$224,457 SWPF and \$3,735,406 EDIF. The recommendation is a decrease of \$132,000, or less than 0.1 percent, below the agency's FY 2023 revised estimate. The difference is attributable to the Governor not recommending agency supplemental requests, partially offset by the addition of \$300,000, all from special revenue funds, for parks operational expenditures.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 121 — Department of Wildlife and Parks

The **agency** requests expenditures totaling \$106.1 million from all funding sources, including \$224,457 from the SWPF and \$3.7 million from the EDIF for FY 2024. The request is an increase of \$5.5 million, or 5.4 percent, above the FY 2023 revised estimate. The increase is attributable to enhancements for law enforcement software, utilities, and vehicles. The agency also increased capital improvements expenditures by \$5.4 million, or 32.0 percent, above the FY 2023 revised estimate. The increase is primarily in fish and wildlife, wetlands development, motor boat access, and shooting range development. For FY 2024, the agency's request includes 456.0 FTE positions.

The **Governor** recommends expenditures totaling \$112.2 million, including \$3.1 million SGF, \$224,457 SWPF, and \$4.2 million EDIF. The request is an increase of \$6.0 million, or 5.7 percent, above the FY 2024 agency request. The Governor does not recommend adoption of the three agency enhancement requests; however, the recommendation includes the addition of \$325,000 for operational expenditures. The Governor further recommends adding funding to purchase the Lovewell Wildlife Area (\$600,000), \$500,000 and 2.0 FTE positions for Parks and Trails to meet federal grant matching requirements, \$74,716 and 1.0 FTE position for a legal

assistant, funding for damn repairs (\$2.5 million SGF), and \$2.5 million to add the KDWP law enforcement officers to the Kansas Police and Firemen's (KP&F) retirement system. The Governor also recommends 459.0 FTE, which is 3.0 FTE more than the agency's request. The additional 3.0 additional FTE positions are related to enhancements recommended by the Governor.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Delete \$2.5 million, all from special revenue funds, to not adopt the Governor's recommendation allowing KDWP law enforcement officers to join the Kansas Police and Firemen's retirement system for FY 2024 and review at Omnibus.

Sec. 122 — Kansas Department of Transportation

The **agency** submits a revised estimate of \$2.8 billion, including \$2.3 billion from the State Highway Fund in FY 2023. This is an all funds increase of \$778.4 million, or 38.0 percent, and a State Highway Fund increase of \$661.3 million, or 40.4 percent, above the FY 2023 approved amount. This is the third year of the IKE Transportation Plan, and expenditures include increased capital improvement in the Construction Program for the letting of highway expansion projects (\$478.2 million), preservation projects (\$87.6 million), modernization (\$38.3 million), and local projects (\$21.2 million), as well as increased debt service payments on highway bonds (\$95.7 million). The revised estimate includes an enhancement request of \$8.8 million for capital improvement costs of buildings due to inflationary effects. The increase also includes increased expenditures for salaries and wages, engineering contractual services, rail improvements, and technology development. The increase is partially offset by decreased expenditures for replacement of heavy equipment. The revised estimate includes 2,283.3 FTE positions, which is a decrease of 14.0 FTE positions below the FY 2023 approved number. The position decrease is attributed to the elimination of vacant equipment operator and engineering positions.

The **Governor** recommends \$2.8 billion, including \$2.3 billion from the State Highway Fund in FY 2023. This is decrease of \$3.5 million, all from special revenue funds, or 0.1 percent, below the FY 2023 revised estimate. The decrease is due to a decreased revised highway revenue estimate. The Governor concurs with the agency's capital improvements request in FY 2023. The recommendation includes 2,283.3 FTE positions, which is unchanged from the FY 2023 revised estimate number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 123 — Kansas Department of Transportation

The **agency** requests \$2.2 billion, including \$1.8 billion from the State Highway Fund for FY 2024. This is an all funds decrease of \$678.2 million, or 24.0 percent, and a State Highway Fund decrease of \$521.8 million, or 22.7 percent, below the FY 2023 revised estimate. This is the fourth year of the IKE Transportation Plan, and expenditures include decreased capital improvement in the Construction Program for the letting of highway expansion projects (\$729.4

million), building improvements (\$8.7 million), and debt service payments on highway bonds (\$135.3 million), which are partially offset by increased highway modernization projects (\$173.3 million) and local projects (\$10.5 million). The decrease is further offset by increased expenditures for salaries and wages, which include a pay plan increase for equipment operators, engineers, and equipment mechanics, as well as increased expenditures for the replacement of heavy equipment. The request includes 2,283.3 FTE positions, which is unchanged from the FY 2023 revised estimate number.

The **Governor** recommends \$2.1 billion, including \$1.8 billion from the State Highway Fund for FY 2024. This is an all funds decrease of \$4.7 million, or 0.2 percent, and a State Highway Fund decrease of \$433,415, or less than 0.1 percent, below the FY 2024 requested amount. The decrease is primarily due to a decreased revised highway revenue estimate (\$4.2 million). The decrease is also due to the Governor recommending a modified pay plan that reduces the pay increase for certain engineering positions. The Governor concurs with the agency's capital improvements request for FY 2024. The recommendation includes 2,283.3 FTE positions, which is unchanged from the FY 2024 requested number.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2024

1. Add \$4.2 million, all from the Special City and County Highway Fund, and transfer the same amount from the SGF to the fund for formula aid to local governments for FY 2024. Add language authorizing the transfer up to \$4.2 million SGF in the amount revenues to the fund fall short of the agency's estimate of \$156.4 million, upon certification by the Director of the Budget, for FY 2024. This adjustment would offset a decreased highway revenue estimate.

2. Delete \$6.4 million, all from special revenue funds, for the agency's salary adjustment plan involving equipment operators, engineers, and mechanics for FY 2024 and review at Omnibus.

Sec. 124 — Interim Legislative Pay

This section continues the Legislative non-session allowance at the rate of \$354.15 per pay period for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 125 — Expanded Lottery Act Revenues Fund

The Governor recommends that any remaining unencumbered funds in the Expanded Lottery Act Revenues Fund shall be transferred to the SGF on June 30, 2024. The Governor further recommends that if the balance in the Expanded Lottery Act Revenues Fund is insufficient to fund those appropriations and transfers which are approved by the Legislature the Director of the Budget shall certify a transfer from the SGF to the Expanded Lottery Act Revenues fund to cover such shortfall.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 126 — State Employee Pay – 2022 Session

Delete \$9.0 million SGF for funds remaining after implementation of the 2022 Legislative Pay Plan for FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 127 — Department of Administration Capital Improvements

The **agency** requests \$72.6 million in on-budget capital improvement expenditures for FY 2024. For FY 2024, capital project expenditures include continued expenditures for the renovation of the Docking State Office Building (\$40.0 million from the ARPA State Relief Fund).

The request also includes two enhancement requests for FY 2024. *First*, the agency requests \$1.6 million SGF to bring its annual base Capitol Complex rehabilitation and repair allocation of \$3.4 million to \$5.0 million. The agency indicates the increase is needed to keep facilities operating in an efficient and safe manner while accounting for the increasing cost of labor and materials and the continual aging of buildings.

Second, the agency also requests \$6.5 million for deferred maintenance and upgrades to the State Printing Plant, which houses both printing and central mail operations. Most of the Printing Plant's mechanical, electrical, plumbing, and fire protection systems are original to its construction in 1985 and are at, or past, median service life estimates. Examples of the impact outdated system has on the agency's operational needs and goals include: (1) slowed production and increased waste caused by drastic changes in temperature and humidity, (2) needing to install a temporary HVAC system because the current system is unable to adequately cool new equipment, and (3) damage to paper inventories as well as long-term impacts on digital equipment caused by leaks in roofs and walls.

Debt service expenditures include principal payments on bonds that refinanced prior bonds for a variety of capital projects, including restoration of the Capitol Complex, the Eisenhower State Office Building, and more (\$21.1 million).

The **agency** request includes \$6.2 million in off-budget capital improvement expenditures for FY 2024. These expenditures include moneys reserved for large or unexpected maintenance for the Curtis State Office Building (\$425,000) as well as for the Landon State Office Building, Memorial Hall, and state-owned buildings at Forbes (\$425,000). The revised estimate also includes off-budget debt service expenditures for principal payments on bonds related to the Eisenhower and Curtis State Office Buildings as well as the Myriad Building, where the DCF Topeka Service Center is located (\$5.3 million).

The **Governor** concurs with the agency request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 128 — Department of Commerce Capital Improvements

The **agency** requests capital improvement expenditures totaling \$238,100 for FY 2024. This funding will be used to modernize one elevator at the Topeka Workforce Center.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 129 — Kansas Department for Aging and Disability Services Capital Improvements

The **agency** requests \$11.5 million, all from the State Institutions Building Fund (SIBF), for FY 2024. Projects in FY 2024 include the four enhancement requests discussed in the FY 2024 Analysis section and the Enhancements section, above. These include:

- \$2.8 million SIBF for renovation projects on the OSH campus. Of the total, \$1.9 million would be used to remodel the Cottonwood Resource Center, including sealing, new windows, ADA-compliant modifications, a new HVAC system, restroom upgrades, and repairing moisture-damaged walls. The remainder, \$873,600 SIBF, would be used to remodel the Special Services building and the office area in the MICO House reintegration facility, including asbestos abatement, installing new flooring, repairing walls, repairing the heating system, and improving site drainage.
- \$556,800 to raze abandoned buildings on the OSH and Parsons State Hospital and Training Center (PSH) campuses. The FY 2023 budget includes \$457,000 to demolish three of seven abandoned buildings on the campus. The requested funds for FY 2024 would allow the agency to demolish the next oldest buildings. The agency states these buildings contain asbestos insulation, asbestos flooring and ceiling tile, lead based paint, rats, and are susceptible to collapse and arson.
- \$4.6 million SIBF to fund the second priority Rehabilitation and Repair projects included in the five-year capital improvement plan. At LSH, this includes \$1.0 million to maintain the roof of the food production building and redo the parking area at the Jung Building. At OSH, this includes \$1.2 million to replace deteriorated water mains across the campus. At PSH, this includes \$845,000 to replace plumbing in the laundry building and to replace fan coil units in the art building. At KNI, this includes \$1.6 million to upgrade campus sewer mains and to upgrade exterior lighting across campus.

Other adjustments include \$3.2 million SIBF to fund priority 1 rehabilitation and repair projects on all four campuses.

The **Governor** recommends expenditures of \$3.2 million SIBF for FY 2024. This is a decrease of \$8.0 million SIBF below the agency's request for FY 2024. This decrease is due to the Governor not recommending adoption of the agency's enhancement requests.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 129 — State Institutions for Mental Health Capital Improvements

The **agency** requests \$9,688, all from special revenue funds, for capital improvement expenditures for FY 2024. These funds are for small projects to improve existing buildings at Osawatomie State Hospital.

The **Governor** concurs with the agency's request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 130 — Department of Labor Capital Improvements

The **agency** requests \$1.3 million in capital improvement expenditures for FY 2024, including \$795,000 SGF and \$530,000 from the Workmen's Compensation Fee Fund. The request includes the following capital projects:

- **REHABILITATION AND REPAIR.** The request includes \$175,000, including \$105,000 SGF, for general rehabilitation and repair work for FY 2024. These expenditures reflect yearly requirements to perform general repair work on agency-owned buildings in Topeka, such as roofing, sidewalk repair, painting, carpeting, and caulking. These funds also serve as a contingency for needs that materialize during the year.
- **HVAC VENT REPAIR/REPLACEMENT.** The request includes \$300,000, including \$180,000 SGF, for the continued repair of the ventilation system at 2650 East Circle Drive South for FY 2024. The agency indicates renovations are needed because of the building's construction and structural design. This project is expected to be completed over a two-year period, starting in FY 2023.
- **EASTMAN BASEMENT RENOVATIONS.** The request includes \$450,000, including \$270,000 SGF, to complete renovations in the basement of 2650 East Circle Drive South for FY 2024. Part of this renovation project is already completed. The remainder involves replacing lighting and carpeting, removing walls, renovating bathrooms, and applying paint to the basement of the building.
- **ROOF REPLACEMENT.** The request includes \$400,000, including \$240,000 SGF, to replace the roof at 2650 East Circle Drive South for FY 2024. The agency indicates the current roof is approximately 15 years old and is beginning to show signs of wear. This project would replace the entire roof and remove old roofing material.

The **Governor** concurs with the agency's FY 2024 request and recommends \$1.3 million in capital improvement expenditures for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 131 — Kansas Commission on Veterans Affairs Office Capital Improvements

The **agency** requests \$4.3 million, including \$1.6 million SGF, for FY 2024. This is an all funds increase of \$845,753, or 24.7 percent, and an SGF increase of \$1.4 million, or 576.7 percent. There is a decrease of \$531,154 from the SIBF to offset part of the SGF increase.

The **agency's** Capital Improvements Plan for FY 2024 includes projects in the KVH, the KSH, and the cemeteries. The KVH is requesting \$1.6 million for projects including installing new HVAC chillers and remodeling the Dementia Wing in long-term care. The KSH is requesting \$1.0 million for projects including upgrading the HVAC in Lincoln Hall and building a maintenance building and bus barn. The Kansas Veterans' Cemeteries are requesting \$16.0 million for projects. These projects include the Fort Dodge Columbarium Wall, the Fort Dodge Scattering Garden Wall, doors on Committal Shelters at both Fort Dodge and WaKeeney, and the building a storage/maintenance building and fence at Fort Dodge. All of the money going to the Kansas Veterans' Cemeteries would come from SGF moneys and not the State Institution Building Fund.

The **Governor** recommends \$19.5 million, including \$202,758 SGF, for FY 2024. This is an all funds increase of \$15.2 million, and an SGF decrease of \$1.4 million, or 87.5 percent, from the agency's request for FY 2024.

The **Governor** recommends the capital improvement projects for the KVH and KSH. The Governor's recommendation includes only the following projects for the Kansas Veterans' Cemeteries Program: the doors on Committal Shelters at both Fort Dodge and WaKeeney (\$90,000 SIBF total), the Veterans Cemetery Program Rehabilitation and Repair Projects (\$28,980 SGF), and construction of a storage/maintenance building and fence at Fort Dodge (\$192,696 SIBF). The committal shelters project and the storage/maintenance building project would be funded with SIBF moneys rather than SGF moneys in the Governor's recommendation. Staff Note: The Governor's recommendation for the storage/maintenance unit includes a technical correction from the agency's request.

The **Governor** recommends \$16.4 million, all SIBF, to pay the State's portion of the new northeast Kansas veterans' home.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustment:

FY 2024

1. Add \$35,000 SGF for the Scattering Garden Wall project at the Kansas Soldiers' Home at Fort Dodge for FY 2024.

Sec. 132 — Kansas State School for the Blind

The agency request includes a capital improvements budget of \$2.7 million, all from the SIBF, for FY 2024. This is an increase of \$1.2 million, or 83.1 percent, above the FY 2023 revised estimate.

- **SAFETY AND SECURITY.** The agency requests \$241,276, all from the SIBF, which is an increase of \$96,732, or 66.9 percent, above the FY 2023 revised estimate. The agency states the increase is due to ongoing maintenance of current life and safety systems along with upgrading legacy equipment
- **HVAC SYSTEMS AND UPGRADES.** The agency requests \$1,043,319, which includes the first phase of upgrades in the Vogel building and the accelerated timetable of replacing aged and leaking HVAC equipment in the Johnson building (a project initially slated for FY 2027). This also includes \$87,569 to keep existing HVAC systems operational.
- **REHABILITATION AND REPAIR.** The agency requests \$942,398, all from the SIBF, which is an increase of \$300,582, or 46.8 percent, above the FY 2023 revised estimate. This increase would replace the last segment of perimeter fencing and replace the primary electrical service for the Irwin building.
- **RENOVATION PROJECTS.** The agency requests \$500,969, all SIBF, which is an increase of \$217,734 above the FY 2023 revised estimate. The agency requests \$400,969 for the final phase of the Brighton elevator project. Partial funding for the first phase was approved for FY 2023; if this enhancement request is approved for FY 2024, the entire project could be started in May 2023 (FY 2023) and finished in August 2023 (FY 2024). Additionally, the agency requests \$100,000 to stabilize a portion of the track that was damaged during the installation of a rear campus gate.

The **Governor** concurs with the agency's FY 2024 capital improvements request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 133 — Kansas State School for the Deaf

The **agency** requests \$2.4 million, all SIBF, for FY 2024. This is an increase of \$815,996, or 50.0 percent, above the agency's revised estimate for FY 2023.

- **BOILERS AND HVAC UPGRADES.** The agency requests a revised estimate of \$704,024 SIBF. The agency continues to upgrade boilers and HVAC systems for the Foltz Gym (currently has no air conditioning), Student Center (has window units only currently), and the Parks-Bilger complex.
- **BUILDING RENOVATIONS.** The agency requests \$452,000 SIBF for FY 2024. This is primarily due to the agency's 2024 request for enhancements to remodel the Emery Elementary School classrooms and Roth east wing dormitory.

- **REHABILITATION AND REPAIR.** The agency requests \$766,274, all SIBF. This includes the agency's request for campus repairs, replacing the current 15-year-old dishwasher and its supporting electric hot water heating system, and addressing foundation issues with the Foltz gym prior to mounting new HVAC equipment on the roof.
- **SAFETY AND SECURITY.** The agency requests \$132,250 SIBF, which is a decrease of \$122,660, or 48.0 percent, below the agency's FY 2023 estimate. Planned work includes ongoing maintenance and upgrades for the Life/Safety systems.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 134 — State Historical Society Capital Improvements

The **agency** requests capital improvement expenditures of \$440,000, including \$375,000 SGF, for FY 2024. This is an all funds decrease of \$82,340, or 15.8 percent, below the FY 2023 revised estimate, with no change to SGF expenditures from the FY 2023 revised estimate. This decrease is due to the completion of multiple projects in FY 2023, including repainting Constitutional Hall and improvements to the John Brown Museum roof and HVAC system. In 2012, the Legislature increased the agency's annual allocation to \$250,000 of SGF for cyclical maintenance and emergency repairs. However, due to inflation, the agency expects to incur substantially higher rehabilitation and repair expenditures in FY 2024. Additionally, the agency requests \$65,000 to continue the multi-year project to replace hail-damaged roofs at the Cottonwood Ranch State Historic Site.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 135 — Emporia State University Capital Improvements

The **agency** requests \$16.9 million, all from special revenue funds, for capital improvements for FY 2024. This is a increase of \$1.7 million or 11.5 percent from the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 136 — Fort Hays State University Capital Improvements

The **agency** requests \$14.1 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$2.0 million, or 12.6 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 137 — Kansas State University Capital Improvements

The **agency** requests \$17.8 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$27.5 million, or 60.7 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 138 — Kansas State University – Extension Systems and Agricultural Research Programs Capital Improvements

The **agency** requests \$85,000, all from special revenue funds, for capital improvements for FY 2024. This is the same as the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 139 — Kansas State University Veterinary Medical Center Capital Improvements

The **agency** requests \$3.7 million, all from special revenue funds, for capital improvements for FY 2024. This is an all funds increase of \$2.6 million or 251.8 percent.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 140 — Pittsburg State University Capital Improvements

The **agency** requests \$3.7 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$14.2 million, or 79.3 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 141 — University of Kansas Capital Improvements

The **agency** requests \$22.3 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$31.8 million, or 58.8 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 142 — University of Kansas Medical Center Capital Improvements

The **agency** requests \$20.4 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$3.7 million, or 15.0 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2023.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 143 — Wichita State University Capital Improvements

The **agency** requests \$16.6 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$11.1 million, or 40.2 percent, below the FY 2023 revised estimate.

The **Governor** concurs with the agency's capital improvement request for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 144 — Board of Regents Capital Improvements

The **agency** requests \$90.0 million, including \$45.0 million SGF, for capital improvements for FY 2024. This includes \$45.0 million from the Educational Building Fund and an enhancement of \$35.0 million SGF for the Capital Renewal Initiative.

The **Governor** recommends \$75 million, which includes \$20 million for the Capital Renewal Initiative.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 145 — Kansas Department of Corrections Capital Improvements

The **agencies** request \$154.3 million, including \$141.5 million SGF, for capital improvements for FY 2024. The request includes five capital improvement enhancements totaling \$138.3 million SGF for FY 2024. The following are the capital improvement enhancements for FY 2024:

- Raze the old LCF maximum security building, \$9.9 million SGF;
- Build a medical and support building at TCF, \$36.9 million SGF;
- Build a new minimum security facility at HCF, \$66.8 million SGF;
- Build a new vocational building at KJCC, \$19.2 million SGF; and
- Build a new laundry facility at TCF, \$5.5 million SGF.

Additional enhancement requests include indexing the Correctional Institutions Building Fund appropriation to inflation. This would add \$4.7 million for FY 2024 and an enhancement request for \$250,000 to conduct a feasibility study to follow the facilities assessment study that was completed.

The **Governor** recommends \$20.5 million, including \$13.0 million SGF. This is a decrease of \$133.7 million, including \$128.5 million SGF, due to not recommending the majority of the enhancements. The Governor does recommend the razing of the old maximum facility at LCF.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Add language allowing the agency to use the \$9.9 million SGF for other priority capital improvement projects for FY 2024 and stay the demolition of the old Lansing correctional facility for one year.

Sec. 146 — Kansas Bureau of Investigation Capital Improvements

The agency requests \$1.2 million SGF for capital improvements for FY 2024. This is an increase of \$1.1 million, or 1,110.0 percent, above the FY 2023 revised estimate. The increase is attributable to the agency's enhancement request for additional operational support, which includes increased expenditures for rehabilitation and repair (\$200,000), and Great Bend laboratory HVAC replacement (\$910,000). Funding for FY 2024 is requested for the following projects:

- **REHABILITATION AND REPAIR.** The agency requests \$300,000 SGF for routine rehabilitation and repair projects for FY 2024. These expenditures include HVAC systems and security improvements at the headquarters, annex, and forensic science laboratory in Topeka, and the laboratory in Great Bend. The increase is

attributable to the addition maintenance responsibilities for the Forensic Science Center, higher prices for materials and services, as well as supply-chain disruptions.

- **GREAT BEND LABORATORY HVAC REPLACEMENT.** The agency requests \$910,000 SGF to replace an HVAC system at the Great Bend laboratory. Expenditures include renovation of plumbing and electrical systems to accommodate reconfigured space, as well as installation of LED lighting and new data lines. The agency notes a request for federal ARPA Fund moneys for this purpose was submitted to the SPARK Task Force, but its approval status was not known at the time of budget submission.

The **Governor** recommends \$300,000 SGF for capital improvements for FY 2024. This is a decrease of \$910,00 SGF below the agency's FY 2024 request. The Governor does not recommend funding for the Great Bend Laboratory, but recommends federal ARPA Fund moneys be pursued.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 147 — Kansas Highway Patrol Capital Improvements

The **agency** requests \$2.8 million, all from special revenue funds, for capital improvements for FY 2024. This is a decrease of \$57,234, or 2.0 percent, below the FY 2023 revised estimate. The decrease is primarily for Troop facility major projects, which is partially offset by increased expenditures for major projects at the Training Academy and continuation of a scale house replacement plan, involving the second of eight facilities, to comply with Federal Highway Administration requirements.

- **TROOP J TRAINING ACADEMY MAJOR PROJECTS (PROJECTS GREATER THAN \$50,000).** The agency requests \$1.1 million, all from special revenue funds, for the following three projects: replacement a deteriorating concrete cap over the lower power plant (\$834,900), installation of energy efficient windows in the gym and dormitories (\$217,159), and replacement of stairs (\$63,250)
- **TROOP J TRAINING ACADEMY MAINTENANCE AND REPAIR (PROJECTS LESS THAN \$50,000).** The agency requests \$200,365, all from special revenue funds, for projects including: continuation of Wi-Fi hardware updates for the Administrative building and dormitories and cafeteria repairs. Other projects for FY 2024 include replacement of gym lighting (\$51,095) and installation of a loading dock (\$45,540).
- **TROOP FACILITY MAJOR PROJECTS (PROJECTS GREATER THAN \$50,000).** The agency requests \$298,885, all from special revenue funds, for exterior painting of the Fleet storage facility (\$198,375) and installation of energy efficient LED lighting at Troop C in Salina (\$100,510).
- **TROOP FACILITY MAINTENANCE AND REPAIR (PROJECTS LESS THAN \$50,000).** The agency requests \$23,460, all from special revenue funds, to install

energy efficient LED lighting for the Central Dispatch office housed at Troop C in Salina.

- **TROOP I SCALE REPAIR AND REPLACEMENT.** The agency requests \$1.1 million, all from special revenue funds, for scale house repair and replacement. A 2008 review recommended replacement of eight motor carrier inspection stations, including scale houses, to comply with federal requirements. For FY 2024, the agency will replace the South Olathe station (\$880,000). Projects also include other scale replacements (\$231,000) and routine maintenance (\$36,000).

The **Governor** concurs with the agency's request for capital improvements for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.
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Sec. 148 — Adjutant General's Department Capital Improvements

The **agency** requests \$42.1 million, including \$26.1 million SGF, for capital improvements for FY 2024. This is an all funds increase of \$2.7 million, including an SGF increase of \$2.6 million above the FY 2023 revised estimate. The increase is attributable to the agency's two enhancement requests, which total \$24.6 million, for the following:

- \$2.0 million, including \$1.0 million SGF, for additional routine rehabilitation and repair of National Guard facilities; and
- \$22.6 million SGF for the construction phase of the State Defense Building remodel.

The increase in capital improvements is partially offset by decreased expenditures for the Hays Armory, which occur in FY 2023 but are not anticipated to reoccur for FY 2024. The FY 2024 request includes the following projects:

- **REHABILITATION AND REPAIR.** The request includes \$3.5 million SGF for routine rehabilitation and repair among 38 armories and other National Guard facilities. Further, the agency requests that expenditures for deferred maintenance be combined with rehabilitation and repair for FY 2024. The agency notes the cooperative agreement with the federal National Guard Bureau generally provides a 50.0 percent matching rate. Armories scheduled for deferred maintenance for FY 2024 include: Marysville, Norton, Nickell Armory in Topeka, Concordia, Liberal, Lenexa, Pratt, and the Armed Forces Reserve Center in Topeka.
- **SDB REMODEL.** The request includes \$22.6 million SGF for the construction phase of the State Defense Building (SDB) remodel in Topeka, which houses KDEM and the State Emergency Operations Center. The facility was built in 1978, and agency states the current configuration is inadequate. The remodel includes construction, partial demolition, acquisition and integration of technology, and emergency power generation.

A request for funding from the federal American Rescue Plan Act (ARPA) was submitted to the SPARK Task Force for remodel of the SDB, but final determination had not been made at the time of budget submission.

- **FEDERAL MATCH.** The request includes \$4.9 million, all from federal funds, which is provided through the federal National Guard Bureau as match for rehabilitation and repair and deferred maintenance of armories and other National Guard facilities.
- **JFHQ CONSTRUCTION.** The request includes \$8.0 million, all from federal funds, to continue construction of a new Joint Forces Headquarters (JFHQ) on federal property at Forbes Field in Topeka. The total project cost is estimated at \$16.5 million, with a completion date of FY 2025.
- **GREAT BEND FMS.** The request includes \$3.0 million, all from federal funds, for the final phase in remodeling a Field Maintenance Shop (FMS) at the Great Bend Armory. The project includes construction of a maintenance bay addition and alteration of the existing bays. The shop will provide regional maintenance services for 115 military vehicles assigned to units in western Kansas.

The **Governor** recommends \$10.4 million, including \$3.0 million SGF, for capital improvements for FY 2024. This is an all funds decrease of \$31.6 million, including an SGF decrease of \$23.1 million, below the FY 2024 requested amount. The recommendation includes a decrease of \$8.0 million, all from federal funds, for construction of a Joint Forces Headquarters for FY 2024. This adjustment reflects increased expenditures in FY 2023 to encumber funds for the project in one year rather than in multiple years.

The recommendation also includes a decrease of \$22.6 million SGF due to the Governor not recommending the remodel of the SDB for FY 2024. The Governor further recommends a modified enhancement request that provides \$1.0 million, including \$500,000 SGF for building maintenance and splits expenditures between rehabilitation and repair and deferred maintenance.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 149 — Kansas State Fair Capital Improvements

The **agency** estimates revised capital improvement expenditures of \$15.2 million, including \$14.5 million SGF, in FY 2023. This is an all funds decrease of \$8,000, or less than 0.1 percent, below the agency's approved amount. The decrease is attributable to adjustments in agency estimates for various expenditure categories.

The **Governor** concurs with the agency's FY 2023 revised capital improvements.

The **agency** requests capital improvement expenditures totaling \$758,313 for FY 2024. This is a decrease of \$14.5 million below the FY 2023 revised estimate. The decrease is entirely attributable to projects being completed in FY 2023 and not being carried over into FY 2024. Payments for debt service principal also increased when compared to the FY 2023 revised estimate.

The **Governor** concurs with the agency's FY 2024 request.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 150 — Department of Wildlife and Parks Capital Improvements

The **agency** requests FY 2024 capital improvements expenditures of \$22.4 million, all from special revenue funds. This is an increase of \$5.4 million, or 32.0 percent, above the FY 2023 revised estimate. This increase is primarily for fish and wildlife, wetlands development, motor boat access, and shooting range development.

The **Governor** recommends expenditures of \$25.9 million, including \$3.1 million SGF, for capital improvement projects for FY 2024. The recommendation is an increase of \$3.5 million, or 15.4 percent, above the agency's FY 2024 request. The Governor's recommendation includes funding to allow the agency to purchase Lovewell Wildlife Areas and to do one-time dam repairs.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 151 — Kansas State Fair Capital Improvements Fund

The **Governor** recommends transferring the greater of \$300,000 or the amount equal to 5.0 percent of the total gross receipts during FY 2023 from state fair activities and non-fair day activities from the State Fair Fee Fund to the State Fair Capital Improvement Fund for FY 2024. The Governor also recommends transferring the amount required to pay the bonded debt service payment from the State Fair Fee Fund to the State Fair Capital Improvement Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 152 — Tax Increment Financing Revenue Replacement Fund

The **Governor** recommends that transfer from the SGF to the Tax Increment Financing Revenue Replacement Fund shall be suspended through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 153 — State Housing Trust Fund

The **Governor** recommends transferring \$2.0 million from the Economic Development Initiatives Fund to the State Housing Trust Fund through FY 2025. The Governor further recommends that moneys in the State Housing Trust Fund shall be used solely for housing or infrastructure development in rural areas and the president of the KHRC shall report annually to the Legislature through FY 2026.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 154 — Kansas Newborn Screening Fund

This section increases the amount available for transfer from the Medical Assistance Fee Fund to the Kansas Newborn Screening Fund from a maximum of \$2.5 million to a maximum of \$5.0 million for FY 2023, FY 2024, and FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 155 — School District Capital Improvement Fund

This section establishes the Capital Improvement State Aid Fund and identifies transfers as revenue transfers from the SGF.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 156 — Job Creation Program Fund

The **Governor** recommends the aggregate amount credited to the Job Creation Program Fund be limited to \$20.0 million for FY 2023, FY 2024, and FY 2025. The Governor also recommends not transferring the net savings realized from the elimination, modification or limitation of any credit, deduction, or program to the Job Creation Program Fund for FY 2025. These transfers were suspended by previous legislative action for FY 2023 and FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 157 — Lottery Operating Fund

This section amends KSA 2022 Supp. 74-8711 to limit transfers from the Lottery Operating Fund to the Community Crisis Stabilization Centers Fund to \$8.0 million for FY 2024 and FY 2025. The Lottery Operating Fund collects money from the from the sale of lottery tickets and shares and any other moneys received by or on behalf of the Kansas Lottery.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation, with the following adjustment:

FY 2024

1. Add language to increase the maximum transfer of lottery vending machine revenue to the Community Crisis Stabilization Centers Fund and the Clubhouse Model Program Fund from \$8.0 million to \$9.0 million for FY 2024

Sec. 158 — Kansas Bioscience Authority

The **Governor** recommends no moneys be transferred from the SGF to the Bioscience Development and Investment Fund through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 159 — Unclaimed Property

The **Governor** recommends that no moneys shall be transferred from excess unclaimed property receipts to the KPERs Unclaimed Property Fund through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 160 — Budget Stabilization Fund – Tax Receipt Certification

This section amends KSA 75-6707, for FY 2023 through FY 2025, directing the the Director of the Budget, in consultation with the Director of Legislative Research, to transfer 50.0 percent of certified excess receipts above the revenue estimates from the SGF to the Budget Stabilization Fund.

The **Governor** recommends suspending these transfers if the balance of the Budget Stabilization Fund is greater than or equal to 15.0 percent of actual tax receipt revenues to the SGF at the end of FY 2023, FY 2024, and FY 2025.

The **Governor** also recommends the balance in the Budget Stabilization Fund shall not be included in the ending balance of the SGF.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 161 — Faculty of Distinction

This section provides that the transfer of matching funds pursuant to the Faculty of Distinction Program shall be treated as a revenue transfer.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 162 — Infrastructure Maintenance Fund

The **Governor** recommends that transfers from the SGF to the Infrastructure Maintenance Fund shall be suspended through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 163 — Local Ad Valorem Tax Reduction Fund

The **Governor** recommends that transfers from the SGF to the Local Ad Valorem Tax Reduction Fund be suspended through FY 2025. Transfers from the SGF to the Local Ad Valorem Tax Reduction Fund is limited to \$54.0 million beginning in FY 2026.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 164 — County and City Revenue Sharing Fund

The **Governor** recommends that transfers from the SGF to the County and City Revenue Sharing Fund be suspended through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 165 — Special City and County Highway Fund

The **Governor** recommends that transfers from the SGF to the Special City and County Highway Fund be suspended through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 166 — Kansas Retail Dealers Incentive Fund

The **Governor** recommends that transfers from the SGF to the Kansas Retail Dealers Incentive Fund be suspended through FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 167 — Economic Development Initiatives Fund

The **Governor** recommends authorizing 85.0 percent of state gaming revenues be transferred to the Economic Development Initiatives Fund for FY 2023, FY 2024, and FY 2025.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 168 — Repealer

The **Governor** recommends repealing current statutes related to the establishment of the State Fair Capital Improvements Fund, the School District Capital Improvements Fund, the Bioscience Development and Investment Fund, Local Ad Valorem Tax Reduction, City and County Revenue Sharing Fund, and the Tax Increment Financing Revenue Replacement Fund; transfers to the State Housing Trust Fund, the Infrastructure Maintenance Fund, the Special City

and County Highway Fund, Kansas Retail Dealer and Incentive Fund, Economic Development Initiatives Fund, and the Budget Stabilization Fund; administration of the Uniform Securities Act; debt service obligations for IMPACT bonds; management of moneys by the Pooled Money Investment Board; and transfer of qualifying gift for universities. These statutes are to be replaced with new language cited throughout the bill.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 169 — Fund and Account Name Reconciliation

The **Governor** recommends that if any fund or account name in the bill does not match the numerical accounting code that follows it, it will be presumed by the Legislature that the fund or account name is the correct fund or account name over the contradictory numerical accounting code.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 170 — Severability

The **Governor** recommends that if any provision or clause of the bill or application of the bill is held invalid, such invalidity will not affect other provisions or applications of the bill that can be given effect without the invalid provision or application. The provisions of the bill are declared to be severable.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 171 — Appeals to Exceed Expenditure Limitations

The **Governor** recommends that expenditures from special revenue funds may exceed the amounts specified in the bill upon written application to the Governor and approval of the State Finance Council. This provision does not apply to the Expanded Lottery Act Revenues Fund, the State Economic Development Initiatives Fund, the Children's Initiative Fund, the State Water Plan Fund, or the Kansas Endowment for Youth Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 172 — Savings

The **Governor** recommends that any unencumbered balance as of June 30, 2022 in any special revenue fund of any state agency named in the bill that is not otherwise specifically appropriated or limited for FY 2023 is hereby reappropriated for FY 2023 for the same use and purpose. This provision does not apply to the Expanded Lottery Act Revenues Fund, the State Economic Development Initiatives Fund, the Children's Initiative Fund, the State Water Plan Fund, or the Kansas Endowment for Youth Fund.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 173 — Kansas Development Finance Authority

This section directs proceeds of bonds issued by the Kansas Development Finance Authority to the corresponding special revenue funds within agencies for which such bonds were issued.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 174 — Federal Grants

For FY 2024, state agencies may apply for and receipt federal grants not otherwise appropriated in this or other appropriation act of the 2023 session, except, that State agencies may not expend or incur obligations against such funds without approval of the Governor. The provisions of this section shall not apply to the American Rescue Plan State Fiscal Relief Fund, which is addressed in Section 31, the Office of the Governor.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 175 — Correctional Institutions Building Fund

The **Governor** recommends that any unencumbered balance from Correctional Institutions Building Fund at the end of FY 2023 be reappropriated into FY 2024, unless specific provision is made to lapse moneys from such balance.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 176 — Kansas Educational Building Fund

The **Governor** recommends that any unencumbered balance from Kansas Educational Building Fund at the end of FY 2023 be reappropriated into FY 2024, unless specific provision is made to lapse moneys from such balance.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 177 — State Institutions Building Fund

The **Governor** recommends that any unencumbered balance from State Institutions Building Fund at the end of FY 2023 be reappropriated into FY 2024, unless specific provision is made to lapse moneys from such balance.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. 178 — Legislative Division of Post Audit

Transfers from any special revenue fund to the Legislative Post Audit – Audit Services Fund shall be in excess of stated expenditure limitations for FY 2024.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation.

Sec. -- — Office of the Governor

The **agency** submits a revised estimate of \$448.2 million, including \$29.4 million SGF, and 54.8 FTE positions in FY 2023. This is a decrease of \$10.8 million from all funding sources, or 2.4 percent, including \$86,446 SGF, or 0.3 percent, below the FY 2023 approved amount. The all funds decrease is largely due to decreased expenditures for contractual services in the Office of Recovery as the work of the advisory panel concludes and the office narrows its focus to federal reporting and compliance for the federal State Fiscal Recovery Fund moneys. This decrease is partially offset by increased federal funds for several of the Governor's Grant Programs, including the Crime Victim Assistance Grant and the Family Violence Prevention and Services Act.

The agency's FY 2023 revised estimate includes expenditures of \$385.3 million in federal American Rescue Plan Act (ARPA) moneys. ARPA, which was enacted on March 11, 2021, provided the State a total of \$1.6 billion in discretionary moneys, which must be used for expenditures related to the COVID-19 public health emergency. The 2022 Legislature appropriated the following expenditures in FY 2023 using ARPA funds to be utilized as follows:

- \$233.4 million for higher education, including \$175.0 million for Regents and Universities, and \$58.4 million for private universities and community and technical colleges;
- \$73.1 million in economic development projects, including \$35.0 million for an agricultural production facility;
- \$20.0 million for the Moderate Income Housing Program;
- \$50.0 million for business closure rebates, pursuant to 2022 HB 2136; and
- \$20.0 million for the Rural Housing Revolving Loan Program.

The agency's revised estimate includes 54.8 FTE positions for FY 2023. This is a decrease of 14.0 FTE positions below the FY 2023 approved number of 68.8 due to decreased staffing needs in the Office of Recovery.

The **Governor** concurs with the agency's revised estimate in FY 2023. The Governor recommends transferring \$220.0 million SGF to the Office of the Governor's new Infrastructure Leveraging Fund (ILF) to finance matching funds for communities for competitive grants through FY 2027. No expenditures from the ILF are reflected in the FY 2023 budget. In addition, the Governor recommends transferring \$50.0 million SGF to the Office of the Governor in FY 2023 to be used as state match for federal funds. These funds will allow state agencies to apply for future grant programs that require state matching funds.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustments:

FY 2023

1. Delete the transfer of \$50.0 million from the SGF to the Office of the Governor in FY 2023 for state match for agencies applying for federal grant programs.
2. Delete the transfer of \$220.0 million from the SGF to the Office of the Governor for communities to use as state match when accessing federal Bipartisan Infrastructure Law funding.

Sec. -- — Kansas Water Office

The **agency** submits a revised estimate of \$19.6 million, including \$4.1 million SGF, and 19.0 FTE positions in FY 2023. The revised estimate is equal to the agency's approved budget. Included in the agency's approved budget are reappropriations totaling \$3.0 million from the SGF and reappropriations totaling \$2.7 million from the State Water Plan Fund.

The **agency** also requests 1.0 additional FTE position above the agency's FY 2023 approved number. The increase is due to the agency filling a previously vacant position.

The **Governor** concurs with the agency's revised estimate and adds an additional \$53.0 million SGF for future use for water storage debt payoff associated with Milford and Perry Lakes reservoirs.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2023

1. Delete \$53.0 million SGF to not adopt the Governor's recommendation to pay off water storage debt associated with the Milford and Perry reservoirs in FY 2023.

Sec. -- — State Employee Pay

The **Governor** recommends adding \$169.5 million, including \$65.5 million SGF, for a 5.0 percent state employee base pay adjustment for FY 2024. Adjustments for eligible unclassified employees would be applied to state agencies as a lump sum, to be distributed as a merit pool. The plan would increase salaries for classified and unclassified employees in the Executive Branch, Legislative Branch, and Judicial Branch. Elected officials, including legislators, teachers at the Schools for the Blind and Deaf, and Kansas Highway Patrol Troopers would be excluded from this salary adjustment. The funds would be appropriated to and certified for distribution by the State Finance Council if approved.

SENATE COMMITTEE RECOMMENDATION. The Senate Committee concurs with the Governor's recommendation with the following adjustment:

FY 2024

1. Delete \$169.5 million, including \$65.5 million SGF, to not implement a statewide 5.0 percent salary increase among state employees for FY 2024 and review at Omnibus.

Children's Initiatives Fund

FY 2022 - FY 2024

	Actual FY 2022	Approved FY 2023	Gov Rec FY 2023	Senate adjustments FY 2023	Gov Rec FY 2024	Senate adjustments FY 2024
Department for Aging and Disability Services						
Children's Mental Health Initiative	\$ 3,800,000	\$ -	\$ -	\$ -	\$ -	\$ -
Department for Children and Families						
Child Care Services	\$ 5,033,679	\$ 5,033,679	\$ 5,033,679	\$ -	\$ 5,033,679	\$ -
Family Preservation	3,241,062	3,241,062	3,241,062	-	3,241,062	-
<i>Subtotal - DCF</i>	<u>\$ 8,274,741</u>	<u>\$ 8,274,741</u>	<u>\$ 8,274,741</u>	<u>\$ -</u>	<u>\$ 8,274,741</u>	<u>\$ -</u>
Department of Health and Environment						
Healthy Start/Home Visitor	\$ 250,000	\$ 1,652,876	\$ 1,652,876	\$ -	\$ 1,652,876	\$ -
Infants and Toddlers Program (Tiny K)	5,800,000	5,800,000	5,800,000	-	5,800,000	-
Smoking Cessation/Prevention Program	1,001,960	1,001,960	1,001,960	-	1,001,960	-
SIDS Network Grant	96,374	96,374	96,374	-	122,106	-
Newborn Hearing Aid Loaner Program	80,142	-	-	-	-	-
<i>Subtotal - KDHE</i>	<u>\$ 7,228,476</u>	<u>\$ 8,551,210</u>	<u>\$ 8,551,210</u>	<u>\$ -</u>	<u>\$ 8,576,942</u>	<u>\$ -</u>
Department of Education						
Parents as Teachers*	\$ 8,456,920	\$ 8,537,237	\$ 8,537,237	\$ -	\$ 9,737,972	\$ -
Pre-K Pilot	4,200,000	4,200,000	4,200,000	-	4,200,000	-
<i>Under Education Commissioner Authority</i>	<u>\$ 12,656,920</u>	<u>\$ 12,737,237</u>	<u>\$ 12,737,237</u>	<u>\$ -</u>	<u>\$ 13,937,972</u>	<u>\$ -</u>
Children's Cabinet Accountability Fund	\$ 375,000	\$ 375,000	\$ 375,000	\$ -	\$ 375,000	\$ -
Combined Block Grant (Early Childhood and Smart Start)*	18,083,428	21,017,930	21,017,930	-	23,720,493	-
Early Childhood Block Grants - Autism	50,000	-	-	-	-	-
Communities Aligned in Early Dev and Ed	1,000,000	-	-	-	-	-
Child Care Quality Initiative	500,000	-	-	-	-	-
Early Childhood Infrastructure	-	1,400,773	1,400,773	-	1,400,773	-
Imagination Library	-	500,000	500,000	-	1,500,000	-
<i>Under Children's Cabinet Authority</i>	<u>\$ 20,008,428</u>	<u>\$ 23,293,703</u>	<u>\$ 23,293,703</u>	<u>\$ -</u>	<u>\$ 26,996,266</u>	<u>\$ -</u>
<i>Subtotal - Dept. of Ed.</i>	<u>\$ 32,665,348</u>	<u>\$ 36,030,940</u>	<u>\$ 36,030,940</u>	<u>\$ -</u>	<u>\$ 40,934,238</u>	<u>\$ -</u>
State Employee Pay Plan	\$ -	\$ -	\$ -	\$ -	\$ 9,912	\$ (9,912)
TOTAL	<u>\$ 51,968,565</u>	<u>\$ 52,856,891</u>	<u>\$ 52,856,891</u>	<u>\$ -</u>	<u>\$ 57,795,833</u>	<u>\$ (9,912)</u>

	Actual FY 2022	Approved FY 2023	Gov Rec FY 2023	Senate adjustments FY 2023	Gov Rec FY 2024	Senate adjustments FY 2024
Beginning Balance	\$ 858,124	\$ 737,173	\$ 737,173	\$ 737,173	\$ 134,802	\$ 134,802
Plus: Other Income						
Reappropriation						
Released Encumbrance	134,802	-	-	-	-	-
KEY Fund Transfer In**	51,712,812	52,254,520	52,254,520	52,254,520	57,661,031	57,661,031
Total Available	<u>\$ 52,705,738</u>	<u>\$ 52,991,693</u>	<u>\$ 52,991,693</u>	<u>\$ 52,991,693</u>	<u>\$ 57,795,833</u>	<u>\$ 57,795,833</u>
Less: Expenditures	51,968,565	52,856,891	52,856,891	52,856,891	57,795,833	57,785,921
Transfer Out to State General Fund	-	-	-	-	-	-
ENDING BALANCE	<u>\$ 737,173</u>	<u>\$ 134,802</u>	<u>\$ 134,802</u>	<u>\$ 134,802</u>	<u>\$ -</u>	<u>\$ 9,912</u>

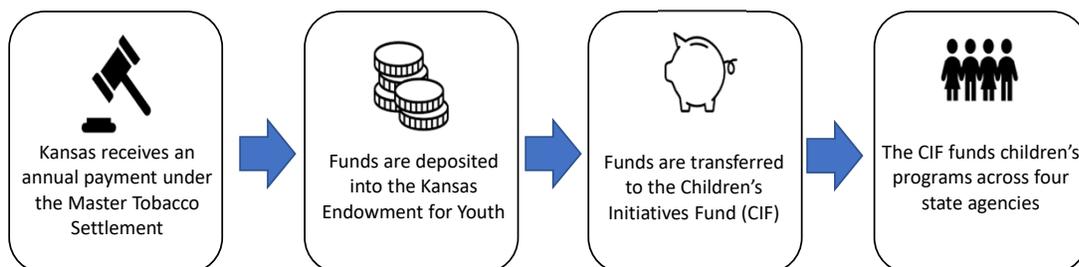
*FY 2023 approved includes reappropriations of unused funds from FY 2022 to FY 2023.

**FY 2022 included the following transfers from the Kansas Endowment for Youth (KEY) Fund: \$460,593 to the Attorney General for MSA compliance; \$225,000 to the Judicial Branch; and \$1.2 million to the Department of Revenue for MSA compliance. FY 2023 includes the following transfers from the KEY Fund: \$460,593 to the Attorney General; and \$1.2 million to the Department of Revenue. FY 2024 includes the following transfers from the KEY Fund: \$460,593 to the Attorney General and \$1.2 million to the Department of Revenue.

Children's Initiatives Fund

Statutory Authority

The Children's Initiatives Fund (CIF) is authorized by KSA 38-2102. This statute was passed by the 1999 Legislature as part of the response to the 1998 Master Settlement Agreement with four major tobacco companies. Payments from the settlement are deposited into the Kansas Endowment for Youth (KEY) Fund. Moneys are then transferred from the KEY Fund to the Children's Initiatives Fund. Further details on the Children's Initiatives Fund is provided below.



KSA 38-2102(b)

–Requires all moneys deposited into the CIF be used for "the purposes of providing additional funding for programs, projects, improvements, services and other purposes directly or indirectly beneficial to the physical and mental health, welfare, safety and overall well-being of children in Kansas."

–Statute requires the Legislature to emphasize programs and services that are data-driven and outcomes-based. Additionally, the statute says the Legislature may emphasize programs and services "that are generally directed toward improving the lives of children and youth by combating community-identified risk factors associated with children and youth becoming involved in tobacco, alcohol, drugs or juvenile delinquency."

–In order to receive funding, programs must meet the following requirements: have a clearly identified objective; show the program design is supported by credible research; who the program will constitute best practices in the field; include an evaluation and assessment component is part of the program design; identify needed program modifications to enhance performance; show how the program can be modified for use in other areas; and identify when performance no longer justifies funding.

–Community-based programs must show the availability of sufficient community leadership and the ability to appropriately implement the program. Programs that require community mobilization to be successful must show a specific strategy to obtain the required community mobilization.

–Prohibits CIF moneys from replacing or substituting for moneys appropriated from the State General Fund in the immediately preceding fiscal year.

KSA 38-2102(d)

–Requires the transfer from the KEY Fund to the CIF be 102.5 percent of the amount transferred the prior year.

–Allows the Legislature to adjust the required transfers from the KEY Fund to the CIF.

KSA 38-2102(f)

–Requires the Director of Accounts and Reports to make a monthly transfer from the KEY Fund to the State General Fund based on: 1) the average daily balance of moneys in the CIF for the preceding month and 2) the net earnings rate of the Pooled Money Investment Portfolio for the preceding month.

**ECONOMIC DEVELOPMENT INITIATIVES FUND
FY 2022 - FY 2024**

Agency/Program	Actuals FY 2022	Approved FY 2023	Gov Rec. FY 2023	Gov Rec. FY 2024	Senate Adj. FY 2024
Department of Commerce					
Operating Grant	\$ 9,134,771	\$ 9,203,085	\$ 9,519,927	\$ 9,985,224	\$ (779,500)
Broadband Development Program	-	1,000,000	1,015,304	1,015,304	-
Build Up Kansas	625,000	2,625,000	2,625,000	2,625,000	-
Community Development Program	921,539	644,387	660,545	660,219	-
Global Trade Services	-	-	-	-	-
Governor's Council of Economic Advisors	256,504	316,349	320,568	198,014	-
International Trade Program	202,796	208,455	216,714	1,412,030	(1,200,000)
Kansas Creative Arts Industries Comm.	499,816	505,479	512,798	1,009,403	(500,000)
KIT/KIR Program	-	2,000,000	2,000,000	2,000,000	-
Main Street Program	989,114	1,180,044	1,191,528	836,484	-
MyReemployment Program	92,754	95,846	98,227	96,681	-
Older Kansans Employment Program	562,412	521,067	522,600	504,697	-
Public Broadcasting Grants	500,000	500,000	500,000	500,000	-
Registered Apprenticeship	-	500,000	500,000	1,000,000	-
Rural Opportunity Zones Program	809,791	1,637,348	1,650,375	1,021,610	-
Senior Community Service Employment	8,350	8,012	8,142	8,071	-
Small Business R&D Grants	-	1,000,000	1,000,000	1,000,000	-
Strong Military Bases Program	196,895	195,929	200,763	200,714	-
Tourism Program	1,383,506	2,919,646	2,961,431	4,843,361	-
Work Based Learning	-	714,000	714,000	714,000	-
Murals & Public Art Initiative	-	-	-	150,000	(150,000)
Rural Champions	-	-	-	150,000	-
Early Childhood Education & Care	-	-	-	1,000,000	(1,000,000)
Kansas Workforce Marketing	-	-	-	3,000,000	-
HEAL Grants	-	-	-	1,500,000	-
Emergency HEAL Grants	\$ -	\$ -	-	\$ 500,000	\$ -
<i>Subtotal - Commerce</i>	<i>\$ 16,183,248</i>	<i>\$ 25,774,648</i>	<i>\$ 26,217,922</i>	<i>\$ 35,930,812</i>	<i>\$ (3,629,500)</i>
Office of the Governor					
Holocaust Commemoration	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ -
Affordable Housing Development	-	1,000,000	1,000,000	-	-
<i>Subtotal - Office of the Governor</i>	<i>-</i>	<i>1,010,000</i>	<i>1,010,000</i>	<i>-</i>	<i>-</i>
Board of Regents & Universities					
Vocational Education Capital Outlay	\$ 2,547,726	\$ 2,547,726	\$ 2,547,726	\$ 2,547,726	\$ -
Technology Innovation & Internship	187,967	193,795	193,795	179,284	-
EPSCoR	993,265	993,265	993,265	993,265	-
Community College Competitive Grants	500,000	500,000	500,000	500,000	-
KSU - ESARP	307,939	307,939	321,663	321,663	-
<i>Subtotal - Regents & Universities</i>	<i>\$ 4,536,897</i>	<i>\$ 4,542,725</i>	<i>\$ 4,556,449</i>	<i>\$ 4,541,938</i>	<i>\$ -</i>
Department of Agriculture					
<i>Agriculture Marketing Program</i>	<i>\$ 983,664</i>	<i>\$ 983,664</i>	<i>\$ 1,013,276</i>	<i>\$ 1,013,276</i>	<i>\$ -</i>
Department of Wildlife & Parks					
Operating Expenditures	\$ 1,873,641	\$ 1,954,828	\$ 2,085,313	\$ 2,003,930	\$ -
Parks Operations	1,611,299	1,688,977	1,650,093	2,152,793	-
<i>Subtotal - Wildlife & Parks</i>	<i>\$ 3,484,940</i>	<i>\$ 3,643,805</i>	<i>\$ 3,735,406</i>	<i>\$ 4,156,723</i>	<i>\$ -</i>
Global Adjustments					
KPERS Reammortization	-	-	-	-	-
State Employee Pay	-	-	-	766,376	(766,376)
<i>Subtotal - Global Adjustments</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ 766,376</i>	<i>\$ (766,376)</i>
Total Expenditures	\$ 25,188,749	\$ 35,954,841	\$ 36,533,053	\$ 46,409,125	\$ (4,395,876)
Transfers					
State Housing Trust Fund	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -
State Water Plan Fund	1,719,264	2,000,000	2,000,000	2,000,000	-
State General Fund	15,032,110	-	-	(4,000,000)	-
<i>Subtotal - Transfers</i>	<i>\$ 18,751,374</i>	<i>\$ 4,000,000</i>	<i>\$ 4,000,000</i>	<i>\$ -</i>	<i>\$ -</i>
Total Expenditures & Transfers	\$ 43,940,123	\$ 39,954,841	\$ 40,533,053	\$ 46,409,125	\$ (4,395,876)
EDIF Resource Estimate					
Beginning Balance	\$ 3,714,945	\$ 2,298,160	\$ 2,298,160	\$ 4,280,107	\$ 4,280,107
Gaming Revenues	42,432,000	42,432,000	42,415,000	42,415,000	42,415,000
Other Income*	91,338	50,000	100,000	100,000	100,000
Total Available	\$ 46,238,283	\$ 44,780,160	\$ 44,813,160	\$ 46,795,107	\$ 46,795,107
Less: Expenditures and Transfers	43,940,123	39,954,841	40,533,053	46,409,125	42,013,249
ENDING BALANCE	\$ 2,298,160	\$ 4,825,319	\$ 4,280,107	\$ 385,982	\$ 4,781,858

* Other income includes interest, transfers, reimbursements and released encumbrances.

Expanded Lottery Act Revenues Fund FY 2022 - FY 2024

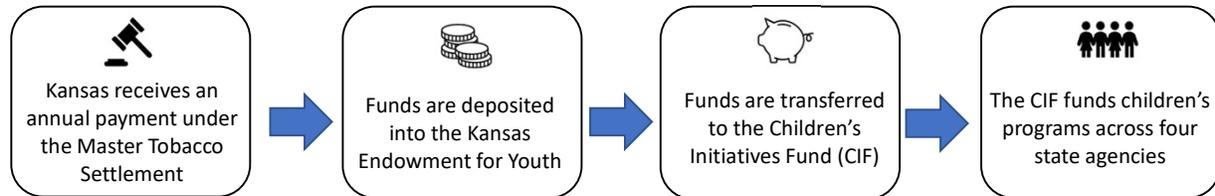
	FY 2022 Actual	FY 2023 Governor's Rec.	FY 2023 SWAM Adjustments	FY 2024 Governor's Rec.	FY 2024 SWAM Adjustments
Department of Administration (Debt Service)					
KPERS Bonds	\$ 36,114,389	\$ 36,110,453	\$ -	\$ 36,109,324	\$ -
<i>Subtotal</i>	\$ 36,114,389	\$ 36,110,453	\$ -	\$ 36,109,324	\$ -
Department of Education					
KPERS School Employer Contributions	\$ 41,143,515	\$ 41,389,547	\$ -	\$ 43,788,676	\$ -
Transfers to Other Funds					
<i>University Engineering Initiative:</i>					
Kan-Grow Engineering Fund - KSU	\$ 3,500,000	\$ 3,500,000	\$ -	\$ 3,500,000	\$ -
Kan-Grow Engineering Fund - KU	3,500,000	3,500,000	-	3,500,000	-
Kan-Grow Engineering Fund - WSU	3,500,000	3,500,000	-	3,500,000	-
<i>Subtotal</i>	\$ 10,500,000	\$ 10,500,000	\$ -	\$ 10,500,000	\$ -
State General Fund Transfer	\$ 456,115	\$ 1,782,000	\$ -	\$ -	\$ -
TOTAL TRANSFERS AND EXPENDITURES	\$ 88,214,019	\$ 89,782,000	\$ -	\$ 90,398,000	\$ -
ELARF Resource Estimate					
	FY 2022	FY 2023	FY 2023	FY 2024	FY 2024
Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ -
Gaming Revenues	88,214,019	89,782,000	-	90,398,000	-
Transfer from State General Fund	-	-	-	-	-
Released Encumbrances / Lapses	-	-	-	-	-
Privilege Fees	-	-	-	-	-
<i>Subtotal</i>	\$ 88,214,019	\$ 89,782,000	\$ -	\$ 90,398,000	\$ -
Less: Expenditures and Transfers	88,214,019	89,782,000	-	90,398,000	-
ENDING BALANCE	\$ -	\$ -	\$ -	\$ -	\$ -

Kansas Endowment for Youth (KEY) Fund Summary
FY 2021 - FY 2024

	FY 2022 Actuals	FY 2023 Approved	FY 2023 Gov Rec	FY 2023 Senate Adjustments	FY 2024 Gov Rec	FY 2024 Senate Adjustments
Beginning Balance	\$ 28,734,342	\$ 36,269,412	\$ 36,269,412	\$ -	\$ 31,949,652	-
Released Encumbrances and Other Adjustments	42,090	-	-	-	-	-
Tobacco Receipts	61,332,865	50,000,000	50,000,000	-	50,000,000	-
Transfer to Children's Initiatives Fund	(51,712,812)	(52,254,520)	(52,254,520)	-	(57,661,031)	-
Transfer to the Attorney General	(460,593)	(460,593)	(460,593)	-	(460,593)	-
Transfer to the Judicial Branch	(225,000)	-	-	-	-	-
Transfer to the Department of Revenue	(1,220,688)	(1,200,000)	(1,200,000)	-	(1,240,000)	-
<i>Total Available</i>	\$ 36,490,203	\$ 32,354,299	\$ 32,354,299	\$ -	\$ 22,588,028	-
Children's Cabinet Administration	(220,791)	(404,647)	(404,647)	-	(276,944)	-
Ending Balance	\$ 36,269,412	\$ 31,949,652	\$ 31,949,652	\$ -	\$ 22,311,084	\$ -

Kansas Endowment for Youth
Statutory Authority

The Kansas Endowment for Youth (KEY) was established by KSA 38-2101 with the intention of providing an ongoing source of investment earnings available to fund programs for Kansas youth. The fund was established by the 1999 Legislature as part of the response to the 1998 Master Tobacco Settlement Agreement with four major tobacco companies. Payments from the settlement are deposited into the KEY fund and much of the money is transferred to the Children's Initiative Fund to fund programs that benefit children and families.



KSA 38-2101

(a) The Kansas Endowment for Youth shall constitute a trust fund and be managed and administered by the board of trustees of the Kansas public employees retirement system (KPERS).

(b) All moneys received by the state pursuant to the tobacco litigation settlement, shall be deposited into the state treasury and credited to the Kansas Endowment for Youth. Expenditures may be made from the KEY fund to pay for operating expenses of the Kansas Children's Cabinet and board of trustees, including the expenses of investing and managing moneys attributable to the KEY Fund. All money credited to the KEY Fund shall be invested to provide an ongoing source of investment earnings available for periodic transfer to the Children's Initiatives Fund (CIF).

KSA 38-2102

(a) Establishes the CIF.

(d) Requires the transfer from the KEY Fund to the CIF be 102.5 percent of the amount transferred the prior year but allows the legislature to adjust the required transfers should the amounts received under the tobacco litigation settlement agreement be reduced or increased from the anticipated amount.

KSA 38-2104

(b) Money shall be invested and reinvested with the goal of preserving the fund and providing benefits to the beneficiaries of the CIF. No moneys in the fund shall be invested if the "primary investment objective is for economic development or social purposes or objectives."

**State Water Plan Fund
2023 Session**

EXPENDITURES	FY 2022 ACTUALS	FY 2023 Gov Rec	FY 2023 SWAM Adjustments	FY 2024 Gov Rec	FY 2024 SWAM Adjustments
Department of Agriculture					
Interstate Water Issues	\$ 445,668	\$ 791,882	\$ -	\$ 514,664	\$ -
Water Use Study	27,387	216,144	-	100,000	-
Basin Management	460,322	1,169,439	-	650,174	-
Water Resources Cost Share	1,149,752	4,023,581	-	2,768,956	-
Nonpoint Source Pollution Assistance	1,550,065	2,291,809	-	1,863,636	-
Aid to Conservation Districts	2,223,373	2,473,373	-	2,502,706	-
Water Transition Assistance/CREP	339,680	979,867	-	550,727	-
Watershed Dam Construction	688,285	550,000	-	650,000	-
Water Quality Buffer Initiative	1,167	635,432	-	-	-
Riparian & Wetland Program	43,670	666,194	-	154,024	-
Irrigation Technology	266,070	408,976	-	550,000	-
Lake Restoration	583,697	1,084,589	-	750,000	-
Crop and Livestock Water Research	250,000	250,000	-	350,000	-
Soil Health Initiative	-	100,000	-	200,000	200,000
<i>SUBTOTAL - Agriculture</i>	\$ 8,029,136	\$ 15,641,286	\$ -	\$ 11,604,887	\$ 200,000
Kansas Water Office					
Assessment and Evaluation	\$ 536,457	\$ 1,156,180	\$ -	\$ 834,078	\$ -
MOU - Storage Operation and Maint.	532,589	530,464	-	736,160	-
Technical Assistance to Water Users	298,682	367,709	-	425,000	-
Streamgaging	413,580	423,130	-	448,708	-
Reservoir Surveys and Research	252,553	583,724	-	450,000	-
Watershed Conservation Practices	359,422	1,190,578	-	1,000,000	-
Milford Lake RCPP	24,878	605,122	-	884,176	-
<i>Water Vision</i> Education	1,865	472,910	-	250,000	-
Water Technology Farms	48,598	326,402	-	850,000	-
Equus Beds Chloride Plume	-	50,000	-	50,000	-
Arbuckle Study	-	210,000	-	150,000	-
Water Injection Dredging	-	2,000,000	-	-	-
Flood Response Study	-	200,000	-	200,000	-
<i>SUBTOTAL - Kansas Water Office</i>	\$ 2,468,624	\$ 8,116,219	\$ -	\$ 6,278,122	\$ -
KDHE-Environment					
Contamination Remediation	\$ 1,020,958	\$ 1,163,792	\$ -	\$ 1,095,978	\$ -
Local Environment Protection Program	-	-	-	250,000	-
Total Maximum Daily Load	270,426	459,722	-	384,916	-
Nonpoint Source Program	224,334	506,806	-	414,893	-
Harmful Algae Bloom Pilot	656,182	766,429	-	150,547	-
Watershed Restoration and Protection	590,000	1,140,884	-	1,000,000	-
Stream Trash Removal	-	-	-	50,000	-
Drinking Water Protection Program	286,230	863,770	-	800,000	-
<i>SUBTOTAL - KDHE-E</i>	\$ 3,048,130	\$ 4,901,403	\$ -	\$ 4,146,334	\$ -
Department of Wildlife, Parks and Tourism					
Aquatic Nuisance Species	\$ -	\$ 224,457	\$ -	\$ 224,457	\$ -
University of Kansas					
Geological Survey	\$ 26,841	\$ 26,841	\$ -	\$ 26,841	\$ -
Governor's Salary Adj.	\$ -	\$ -	\$ -	\$ 80,742	\$ (80,742)
GRAND TOTAL EXPENDITURES	\$ 13,572,731	\$ 28,910,206	\$ -	\$ 22,361,383	\$ 119,258
REVENUE					
Beginning Balance	\$ 6,430,532	10,674,570	10,674,570	2,440,116	2,440,116
Receipts					
Municipal Water Fees	\$ 3,098,059	3,167,209	3,167,209	3,189,304	3,189,304
Industrial Water Fees	720,340	850,000	850,000	850,000	850,000
Stock Water Fees	557,940	375,000	375,000	439,609	439,609
Pesticide Registration Fees	1,524,100	1,365,000	1,365,000	1,488,892	1,488,892
Fertilizer Registration Fees	4,370,338	3,829,194	3,829,194	4,049,921	4,049,921
Pollution Fines and Penalties	60,841	200,000	200,000	70,000	70,000
Sand Royalty Receipts	13,430	25,000	25,000	15,000	15,000
Clean Drinking Water Fees	2,830,759	2,738,890	2,738,890	2,872,301	2,872,301
Transfers and Adjustments					
Transfer to Dept. of Administration	\$ (1,260,426)	-	-	-	-
State General Fund Transfer	4,005,632	6,000,000	6,000,000	6,000,000	6,000,000
EDIF Transfer	1,719,264	2,000,000	2,000,000	2,000,000	2,000,000
Prior Year Released Encumbrances	131,226	-	-	-	-
FY 2023 Pay Plan	-	75,459	75,459	-	-
Other Service Charges	45,266	50,000	50,000	50,000	50,000
Total Available	\$ 24,247,301	\$ 31,350,322	\$ 31,350,322	\$ 23,465,143	\$ 23,465,143
Total Expenditures	\$ 13,572,731	\$ 28,910,206	\$ 28,910,206	\$ 22,361,383	\$ 22,480,641
ENDING BALANCE	\$ 10,674,570	\$ 2,440,116	\$ 2,440,116	\$ 1,103,760	\$ 984,502